

# **Fibabanka Anonim Őirketi**

Consolidated Financial Statements  
as of and for the Nine Month Period Ended  
30 September 2023

With Independent Auditors'  
Review Report Thereon

*(Convenience Translation of Financial Statements and Related  
Disclosures and Footnotes Originally Issued in Turkish)*



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## **Independent Auditor's Report on Review of Consolidated Interim Financial Statements**

To the Board of Directors of Fibabanka A.Ş.

### *Introduction*

We have reviewed the consolidated balance sheet of Fibabanka A.Ş. ("the Bank") as at 30 September 2023 and the consolidated statement of profit or loss, consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in shareholders' equity, consolidated statement of cash flows for the nine month period then ended, and notes, comprising significant accounting policies and other explanatory information. The Bank management is responsible for the preparation and fair presentation of these consolidated interim financial information in accordance with the Banking Regulation and Supervision Agency Accounting and Reporting Legislation which includes "Regulation on Accounting Applications for Banks and Safeguarding of Documents" published in the Official Gazette No. 26333 dated 1 November 2006, and other regulations on accounting records of banks published by Banking Regulation and Supervision Agency ("BRSA") and circulars and interpretations published by BRSA and the requirements of Turkish Accounting Standard 34 "Interim Financial Reporting" for the matters not regulated by the aforementioned regulations (together referred as "BRSA Accounting and Financial Reporting Legislation"). Our responsibility is to express a conclusion on these consolidated interim financial information based on our review.

### *Scope of Review*

We conducted our review in accordance with the Standard on Review Engagements ("SRE") 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review of interim financial information is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an opinion.

### *Basis for Qualified Conclusion*

As stated in Note II.8.3.1, the accompanying consolidated interim financial statements as at 30 September 2023 includes a general reserve total of TL 1.805.000 thousands of which TL 485.000 thousands had been recognized as expense in the current period and TL 1.320.000 thousands had been recognized as expense in prior periods; with a deferred tax asset amounting to TL 541.500 thousands of which TL 211.500 thousands was recognized within the current period and TL 330.000 thousands had been recognized in prior periods; for the possible effects of the negative circumstances which may arise in the economy or market conditions which is not in line with the requirements of BRSA Accounting and Financial Reporting Legislation.

With the Communiqué on the Amendment of the General Communiqué on Tax Procedure Law No. 547 (sequence No. 537) published in the Official Gazette dated 14 January 2023 and numbered 32073, the procedures and principles of the articles of the law allowing revaluations of immovables and depreciable economic assets have been modified. Accordingly, companies are allowed to revalue their immovables and depreciable economic assets recorded in their balance sheets, if the conditions defined in the provisions of Temporary Article 32 and Reiterated Article 298/c of the Tax Procedure Law. Within the scope of this regulation, corporate tax is calculated based on the revalued amounts of real estate and depreciable economic assets. As a result of benefiting from this application, the Bank has not calculated deferred taxes on temporary differences arising from the revalued amounts as of 30 September 2023, and this situation constitutes a departure from the BRSA Accounting and Financial Reporting Regulations. If the Bank had calculated deferred tax assets on temporary differences arising from the revaluation effect in accordance with TAS 12 "Income Taxes" Standard, deferred tax assets and net profit for the period would have increased by TL 264.279 thousand in the interim financial statements.

### *Qualified Conclusion*

Based on our review, except for the effects of the matters described in the Basis for Qualified Conclusion paragraphs, nothing has come to our attention that causes us to believe that the accompanying consolidated interim financial information does not present fairly, in all material respects, its consolidated financial position of Fibabanka A.Ş. as at 30 September 2023 and its consolidated financial performance and consolidated cash flows for the nine month period then ended in accordance with the BRSA Accounting and Financial Reporting Legislation.



*Report on Other Regulatory Requirements Arising From Legislation*

Based on our review, nothing has come to our attention that causes us to believe that the financial information provided in the interim annual report in section VII of the accompanying consolidated interim financial information is not consistent, in all material respects, with the reviewed consolidated interim financial information and explanatory notes.

KPMG Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik Anonim Şirketi

Alper Güvenç, SMMM  
Partner

10 November 2023  
İstanbul, Türkiye

**THE CONSOLIDATED FINANCIAL REPORT OF  
FİBABANKA A.Ş.  
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2023**

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Contact E-Mail : [deniz.turunc@fibabanka.com.tr](mailto:deniz.turunc@fibabanka.com.tr)

The consolidated financial report for the nine month period prepared in accordance with the communiqué of Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks as regulated by Banking Regulation and Supervision Agency, is comprised of the following sections:

- GENERAL INFORMATION ABOUT THE PARENT BANK
- CONSOLIDATED FINANCIAL STATEMENTS OF THE PARENT BANK
- EXPLANATIONS ON THE CORRESPONDING ACCOUNTING POLICIES APPLIED IN THE RELATED PERIOD
- INFORMATION ON FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE CONSOLIDATED GROUP
- EXPLANATORY DISCLOSURES AND FOOTNOTES TO CONSOLIDATED FINANCIAL STATEMENTS
- REVIEW REPORT
- INTERIM ACTIVITY REPORT

The consolidated subsidiary and associates included in this consolidated financial report is as follows:

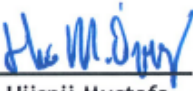




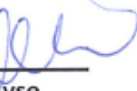
**Subsidiary:**

- Fiba Portföy Yönetimi A.Ş.

**Associates:**

- HDI Fiba Emeklilik ve Hayat A.Ş.
- Fiba Sigorta A.Ş.

The consolidated financial statements and the explanatory footnotes and disclosures, unless otherwise indicated, are prepared in thousands of Turkish Lira, and in accordance with the Communiqué on Banks' Accounting Practice and Maintaining Documents, Turkish Accounting Standards, Turkish Financial Reporting Standards, related communiqués and the Bank's records, have been independently reviewed and presented as attached.

					
Hüsnü Mustafa Özyeğin	İsmet Kaya Erdem	Faik Onur Umut	Ömer Mert	Elif Alsev Utku Özbey	Ayşe Akdaş
Chairman of the Board of Directors	Member of the Audit Committee	Member of the Audit Committee	General Manager and Member of the Board of Directors	Deputy General Manager	Director Financial Control and Reporting

Information related to personnel to whom questions related to this financial report may be directed:

Name-Surname/Title : **Ayşe Akdaş**/Financial Control and Reporting Director  
Telephone Number : (212) 381 84 88  
Fax Number : (212) 258 37 78

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# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

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### SECTION ONE

#### GENERAL INFORMATION

**I. History of the Parent Bank Including Its Incorporation Date, Initial Status and Amendments to the Initial Status**

On 21 December 2001, Share Transfer Agreement was signed with Novabank S.A. for the sale of all shares of Sitebank A.Ş. under the control of SDIF and the sale transaction was approved by the decision of Banking Regulation and Supervision Agency (“BRSA”) No: 596 on 16 January 2002.

In the General Assembly held on 4 March 2003, the name of Sitebank A.Ş. was amended as BankEuropa Bankası A.Ş.

In the extraordinary General Assembly held on 28 November 2006, the name of BankEuropa Bankası A.Ş. was amended as Millennium Bank A.Ş.

On 27 December 2010, acquisition of the Bank by Credit Europe Bank N.V., which is an affiliate of Fiba Holding A.Ş., was realized.

In the extraordinary General Assembly held on 25 April 2011 the name of Millennium Bank A.Ş. was amended as Fibabanka A.Ş. (“the Bank” or “the Parent Bank”).

**II. Shareholder Structure, Shareholders Having Direct or Indirect, Joint or Individual Control Over the Management and Internal Audit of the Parent Bank, Changes in Shareholder Structure During the Current Period, if any and Information on the Parent Bank’s Risk Group**

On 10 February 2010, Banco Comercial Portugues S.A. and Credit Europe Bank N.V., which is an affiliate of Fiba Group, signed a share purchase agreement to transfer 95% of the Bank’s shares to Credit Europe Bank N.V. and the legal approval process was completed as of 27 December 2010.

Credit Europe Bank N.V.’s share of capital increased from 95% to 97,6% after the capital increases during 2011 and 2012. Fiba Holding A.Ş. became the ultimate parent of the Bank after acquiring 97,6% of the shares from Credit Europe Bank N.V. on 3 December 2012 and 2,4% of the shares from Banco Comercial Portugues S.A. on 7 December 2012. In 2013, there was the first sale of equity shares to the management of the Bank, and there has been changes over time. As of 30 September 2023 the total shares held by the Bank’s Management represent 5,66% of the Bank’s Capital.

The Parent Bank applied to the BRSA on 14 January 2015 for permission of the subordinated loan provided from Fiba Holding A.Ş. in the amount of USD 50 million to be converted to share capital. Following the authorization of the BRSA on 4 March 2015, the Board of Directors decision was taken on 5 March 2015 regarding share capital increase from TL 550.000 to TL 678.860. TL 127.045 of the increase was provided by the subordinated loan granted by Fiba Holding A.Ş. which had been approved to be converted to capital and TL 1.815 of total capital was paid in cash by the other shareholders, capital increase was recognised in financial statements following the completion of the legal procedures on 7 May 2015.

The Parent Bank’s paid-in capital amounting to TL 678.860 was increased to TL 847.515 on 23 December 2015 with equal contributions from International Finance Corporation (“IFC”) and European Bank for Reconstruction and Development (“EBRD”) amounting TL 168.655 in total. In addition, share issuance premium of TL 73.379 was recognised in the shareholders’ equity.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### II. Shareholder Structure, Shareholders Having Direct or Indirect, Joint or Individual Control Over the Management and Internal Audit of the Parent Bank, Changes in Shareholder Structure During the Current Period, if any and Information on the Parent Bank's Risk Group (continued)

The paid-in capital of the Bank amounting to TL 847.515 was fully transferred to TurkFinance B.V. on 7 September 2016. It has been increased by TL 93.646 to TL 941.161 by means of participation in the capital. In addition, TL 55.299 was recorded in equity as the share issue premium amount.

With the decision taken at the Extraordinary General Assembly dated 14 April 2022, the paid-in capital of the Bank was increased by TL 416.562 to TL 1.357.723 by making a cash capital increase.

As of 30 September 2023, paid-in capital of the Bank is TL 1.357.723 and all paid in.

### III. Explanations Regarding the Shares of the Bank Owned by and Areas of Responsibility of the Chairman and the Members of Board of Directors, Audit Committee Members, Chief Executive Officer, Executive Vice Presidents

<u>Name Surname(*)</u>	<u>Title</u>	<u>Assignment Date</u>
<b>Board of Directors</b>		
Hüsni Mustafa Özyeğin	Chairman	27-Dec-10
Fevzi Bozer	Deputy Chairman	27-Dec-10
İsmet Kaya Erdem	Member	11-Feb-13
Mehmet Güleşci	Member	27-Dec-10
Faik Onur Umut	Member	23-Jan-19
Seyfettin Ata Köseoğlu	Member	23-Jan-20
Erman Kalkandelen	Member	02-Jul-21
Ali Fuat Erbil	Member	19-Jun-23
Betül Ebru Edin	Member	25-Sep-23
Ömer Mert	General Manager - Member	18-Jan-17

(\*) Hülya Kefeli and Memduh Aslan Akçay have left their duties as of 31 March 2023 and 30 April 2023, respectively.

<b>Audit Committee</b>		
İsmet Kaya Erdem	Member	27-Dec-19
Faik Onur Umut	Member	14-Jan-20

<b>Assistant General Managers</b>		
Elif Alsev Utku Özbey	Deputy GM - Financial Control & Reporting	07-Jan-11
Kerim Lokman Kuriş	AGM - Corporate & Commercial Banking	01-Dec-15
Turgay Hasdiker	AGM - Credits	01-Dec-15
Ahu Dolu	AGM - Financial Institutions, Project Finance and Investor Relations	01-Dec-15
Gerçek Önal	AGM - Chief Legal Officer	01-Feb-16
İbrahim Toprak	AGM - Treasury	01-Apr-20
Serdar Yılmaz	AGM - Information Technologies and Banking Operations	01-Sep-20
Gökhan Ertürk	AGM - Ecosystem & Platform Banking	11-May-21

As of 30 September 2023, the total shares held by the Bank's Management represent 5,66% of the Bank's Capital.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### IV. Individuals and Institutions That Have Qualified Shares in the Bank

Name Surname/ Commercial Title	Share Amount (Nominal)	Share Ratios	Paid in Capital (Nominal)	Unpaid Shares
Fiba Holding A.Ş.	939.778	69,22%	939.778	--
Hüsnü Mustafa Özyeğin (*)	930.405	68,53%	930.405	--

(\*) States indirect share of Mr. Hüsnü Mustafa Özyeğin in the Bank due to his direct share in Fiba Holding A.Ş.

### V. Summary Information on the Bank's Services and Activity Areas

The Bank was incorporated as a privately owned bank authorized for customer deposit acceptance and the Head Office of the Bank is located in Istanbul, Turkey. As of 30 September 2023, the Group serves with 40 domestic branches and 2.031 employees.

### VI. Other Information

The Bank's Commercial Title	: Fibabanka Anonim Şirketi
The Bank's General Directorate Address	: Esentepe Mah. Büyükdere Caddesi No:129 Şişli 34394 İstanbul
The Bank's Phone and Fax Numbers	: Telephone : (0212) 381 82 82 Fax : (0212) 258 37 78
The Bank's Web Site Address	: <a href="http://www.fibabanka.com.tr">www.fibabanka.com.tr</a>
The Bank's E-Mail Address	: <a href="mailto:malikontrol@fibabanka.com.tr">malikontrol@fibabanka.com.tr</a>
Reporting Period	: 1 January 2023 - 30 September 2023

The financial statements, related disclosures and notes in this report are presented, unless otherwise indicated, in thousands of Turkish Lira (TL).

### VII. Information on application differences between consolidation practices as per the Regulation on Preparation of Consolidated Financial Statements of Banks as per the Turkish Accounting Standards, and entities subject to full or proportional consolidation or deducted from equity or not subject to any of these three methods

As per the Regulation on Preparation of Consolidated Financial Statements of Banks, the investments in financial affiliates are subject to consolidation whereas as per the Turkish Accounting Standards, the investments in both financial and non-financial subsidiaries are subject to consolidation.

Parent Partnership A financial institution like subsidiary with a bank;

- Fiba Portföy Yönetimi A.Ş

they have been included in the consolidated financial statements according to the "full consolidation method".

Subsidiaries of the Parent Bank in the nature of financial institutions;

- HDI Fiba Emeklilik ve Hayat A.Ş.
- Fiba Sigorta A.Ş.

is accounted under equity accounting method in the consolidated financial statements.

### VIII. Current or likely actual or legal barriers to immediate transfer of equity or repayment of debts between parent bank and its subsidiaries

None.

**SECTION TWO**  
**CONSOLIDATED FINANCIAL STATEMENTS**

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## CONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION) AS AT 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated).

ASSETS	Footnotes	CURRENT PERIOD			PRIOR PERIOD		
		(30/09/2023)			(31/12/2022)		
		TL	FC	Total	TL	FC	Total
<b>I. FINANCIAL ASSETS (Net)</b>		<b>16.994.782</b>	<b>22.260.372</b>	<b>39.255.154</b>	<b>6.112.438</b>	<b>19.669.559</b>	<b>25.781.997</b>
1.1 Cash and Cash Equivalents	(5.1.1)	9.596.915	18.677.354	28.274.269	1.352.462	17.779.545	19.132.007
1.1.1 Cash and Balances at Central Bank		7.384.973	14.640.940	22.025.913	1.096.323	13.921.204	15.017.527
1.1.2 Banks	(5.1.3)	1.216.278	2.939.011	4.155.289	259.322	2.221.790	2.481.112
1.1.3 Money Market Placements		1.001.933	1.097.403	2.099.336	-	1.636.551	1.636.551
1.1.4 Expected Credit Loss (-)		6.269	-	6.269	3.183	-	3.183
1.2 Financial Assets Measured at Fair Value Through Profit or Loss	(5.1.2)	424.916	137.929	562.845	271.280	128.133	399.413
1.2.1 Government Debt Securities		16	4.791	4.807	162	3.261	3.423
1.2.2 Equity Securities		-	-	-	-	-	-
1.2.3 Other Financial Assets		424.900	133.138	558.038	271.118	124.872	395.990
1.3 Financial Assets Measured at Fair Value Through Other Comprehensive Income	(5.1.4)	5.201.384	3.398.929	8.600.313	3.403.367	1.737.543	5.140.910
1.3.1 Government Debt Securities		3.724.662	2.868.566	6.593.228	2.533.328	1.396.638	3.929.966
1.3.2 Equity Securities		4.897	-	4.897	4.897	-	4.897
1.3.3 Other Financial Assets		1.471.825	530.363	2.002.188	865.142	340.905	1.206.047
1.4 Derivative Financial Assets	(5.1.2)	1.771.567	46.160	1.817.727	1.085.329	24.338	1.109.667
1.4.1 Derivative Financial Assets Measured at Fair Value Through Profit and Loss		1.771.567	46.160	1.817.727	1.085.329	24.338	1.109.667
1.4.2 Derivative Financial Assets Measured at Fair Value Through Other Comprehensive Income		-	-	-	-	-	-
<b>II. FINANCIAL ASSETS MEASURED AT AMORTISED COST (NET)</b>	(5.1.6)	<b>42.019.635</b>	<b>16.630.958</b>	<b>58.650.593</b>	<b>34.656.254</b>	<b>10.838.678</b>	<b>45.494.932</b>
2.1 Loans	(5.1.5)	39.952.031	9.829.597	49.781.628	33.382.033	6.150.406	39.532.439
2.2 Lease Receivables	(5.1.10)	-	-	-	-	-	-
2.3 Factoring Receivables	(5.1.5)	213.518	4.670	218.188	186.000	790	186.790
2.4 Financial Assets Measured at Amortised Cost	(5.1.6)	3.055.805	6.796.691	9.852.496	2.379.860	4.687.482	7.067.342
2.4.1 Government Debt Securities		2.814.124	6.742.531	9.556.655	2.140.658	4.651.692	6.792.350
2.4.2 Other Financial Assets		241.681	54.160	295.841	239.202	35.790	274.992
2.5 Expected Credit Losses (-)		1.201.719	-	1.201.719	1.291.639	-	1.291.639
<b>III. ASSETS HELD FOR SALE AND ASSETS OF DISCONTINUED OPERATIONS (Net)</b>	(5.1.16)	<b>10.912</b>	<b>-</b>	<b>10.912</b>	<b>24.609</b>	<b>-</b>	<b>24.609</b>
3.1 Assets Held for Sale		10.912	-	10.912	24.609	-	24.609
3.2 Related to Discontinued Operations		-	-	-	-	-	-
<b>IV. EQUITY INVESTMENTS</b>		<b>1.082.564</b>	<b>-</b>	<b>1.082.564</b>	<b>961.996</b>	<b>-</b>	<b>961.996</b>
4.1 Investments in Associates (Net)	(5.1.7)	965.064	-	965.064	844.496	-	844.496
4.1.1 Associates Accounted by Using Equity Method		965.064	-	965.064	844.496	-	844.496
4.1.2 Unconsolidated Associates		-	-	-	-	-	-
4.2 Investments in Subsidiaries (Net)	(5.1.8)	117.500	-	117.500	117.500	-	117.500
4.2.1 Unconsolidated Financial Subsidiaries		-	-	-	-	-	-
4.2.2 Unconsolidated Non-financial Subsidiaries		117.500	-	117.500	117.500	-	117.500
4.3 Joint Ventures (Net)	(5.1.9)	-	-	-	-	-	-
4.3.1 Joint Ventures Accounted by Using Equity Method		-	-	-	-	-	-
4.3.2 Unconsolidated Joint Ventures		-	-	-	-	-	-
<b>V. TANGIBLE ASSETS (Net)</b>	(5.1.12)	<b>852.964</b>	<b>-</b>	<b>852.964</b>	<b>692.513</b>	<b>-</b>	<b>692.513</b>
<b>VI. INTANGIBLE ASSETS (Net)</b>	(5.1.13)	<b>524.732</b>	<b>-</b>	<b>524.732</b>	<b>243.652</b>	<b>-</b>	<b>243.652</b>
6.1 Goodwill		-	-	-	-	-	-
6.2 Other		524.732	-	524.732	243.652	-	243.652
<b>VII. INVESTMENT PROPERTY (Net)</b>	(5.1.14)	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>VIII. CURRENT TAX ASSET</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>500</b>	<b>-</b>	<b>500</b>
<b>IX. DEFERRED TAX ASSET</b>	(5.1.15)	<b>765.560</b>	<b>-</b>	<b>765.560</b>	<b>384.664</b>	<b>-</b>	<b>384.664</b>
<b>X. OTHER ASSETS</b>	(5.1.17)	<b>730.259</b>	<b>17.525</b>	<b>747.784</b>	<b>464.097</b>	<b>32.666</b>	<b>496.763</b>
<b>TOTAL ASSETS</b>		<b>62.981.408</b>	<b>38.908.855</b>	<b>101.890.263</b>	<b>43.540.723</b>	<b>30.540.903</b>	<b>74.081.626</b>

The accompanying notes form an integral part of these consolidated financial statements.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## CONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION) AS AT 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

LIABILITIES	Footnotes	CURRENT PERIOD			PRIOR PERIOD		
		(30/09/2023)			(31/12/2022)		
		TL	FC	Total	TL	FC	Total
I. DEPOSITS	(5.ii.1)	44.952.635	19.883.899	64.836.534	32.068.693	14.790.133	46.858.826
II. FUNDS BORROWED	(5.ii.3)	-	4.261.931	4.261.931	-	3.179.212	3.179.212
III. MONEY MARKET FUNDS		3.005.333	5.641.154	8.646.487	613.698	2.856.167	3.469.865
IV. SECURITIES ISSUED (Net)	(5.ii.4)	-	-	-	1.108.379	3.702.499	4.810.878
4.1 Bills		-	-	-	1.108.379	-	1.108.379
4.2 Asset Backed Securities		-	-	-	-	-	-
4.3 Bonds		-	-	-	-	3.702.499	3.702.499
V. FUNDS		-	-	-	-	-	-
5.1 Borrower funds		-	-	-	-	-	-
5.2 Other		-	-	-	-	-	-
VI. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		-	-	-	-	-	-
VII. DERIVATIVE FINANCIAL LIABILITIES	(5.ii.2)	1.243.091	45.535	1.288.626	538.129	23.811	561.940
7.1 Derivative Financial Liabilities at Fair Value Through Profit or Loss		1.243.091	45.535	1.288.626	538.129	23.811	561.940
7.2 Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income		-	-	-	-	-	-
VIII. FACTORING LIABILITIES		-	-	-	-	-	-
IX. LEASE LIABILITIES (Net)	(5.ii.6)	230.902	-	230.902	141.567	40	141.607
X. PROVISIONS	(5.ii.8)	2.168.312	-	2.168.312	1.624.484	-	1.624.484
10.1 Provisions for Restructuring		-	-	-	-	-	-
10.2 Reserve for Employee Benefits		274.304	-	274.304	234.316	-	234.316
10.3 Insurance Technical Provisions (Net)		-	-	-	-	-	-
10.4 Other Provisions		1.894.008	-	1.894.008	1.390.168	-	1.390.168
XI. CURRENT TAX LIABILITIES	(5.ii.9)	1.246.649	-	1.246.649	404.817	-	404.817
XII. DEFERRED TAX LIABILITIES	(5.ii.9)	-	-	-	-	-	-
XIII. LIABILITIES FOR ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS (Net)	(5.ii.10)	-	-	-	-	-	-
13.1 Held for Sale		-	-	-	-	-	-
13.2 Related to Discontinued Operations		-	-	-	-	-	-
XIV. SUBORDINATED DEBTS	(5.ii.11)	-	6.518.949	6.518.949	-	4.543.945	4.543.945
14.1 Loans		-	-	-	-	-	-
14.2 Other Debt Instruments		-	6.518.949	6.518.949	-	4.543.945	4.543.945
XV. OTHER LIABILITIES	(5.ii.5)	2.404.717	250.211	2.654.928	1.366.691	537.689	1.904.380
XVI. SHAREHOLDERS' EQUITY	(5.ii.12)	10.026.438	10.507	10.036.945	6.588.390	(6.718)	6.581.672
16.1 Paid-in Capital		1.357.723	-	1.357.723	1.357.723	-	1.357.723
16.2 Capital Reserves		228.678	-	228.678	228.678	-	228.678
16.2.1 Equity Share Premium		128.678	-	128.678	128.678	-	128.678
16.2.2 Share Cancellation Profits		-	-	-	-	-	-
16.2.3 Other Capital Reserves		100.000	-	100.000	100.000	-	100.000
16.3 Accumulated Other Comprehensive Income or Loss Not Reclassified Through Profit or Loss		459.692	-	459.692	409.217	-	409.217
16.4 Accumulated Other Comprehensive Income or Loss Reclassified Through Profit or Loss		846.528	10.507	857.035	788.895	(6.718)	782.177
16.5 Profit Reserves		3.742.127	-	3.742.127	1.082.910	-	1.082.910
16.5.1 Legal Reserves		204.289	-	204.289	71.590	-	71.590
16.5.2 Statutory Reserves		-	-	-	-	-	-
16.5.3 Extraordinary Reserves		3.022.580	-	3.022.580	926.300	-	926.300
16.5.4 Other Profit Reserves		515.258	-	515.258	85.020	-	85.020
16.6 Profit or Loss		3.390.479	-	3.390.479	2.720.264	-	2.720.264
16.6.1 Prior Periods' Profit or Loss		50.979	-	50.979	134	-	134
16.6.2 Current Period Net Profit or Loss		3.339.500	-	3.339.500	2.720.130	-	2.720.130
16.7 Minority Interest	(5.ii.13)	1.211	-	1.211	703	-	703
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>65.278.077</b>	<b>36.612.186</b>	<b>101.890.263</b>	<b>44.454.848</b>	<b>29.626.778</b>	<b>74.081.626</b>

The accompanying notes form an integral part of these consolidated financial statements.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## CONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS AS AT 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

	Footnotes	CURRENT PERIOD (30/09/2023)			PRIOR PERIOD (31/12/2022)		
		TL	FC	Total	TL	FC	Total
<b>A. OFF-BALANCE SHEET COMMITMENTS (I+II+III)</b>		<b>57.398.792</b>	<b>103.560.679</b>	<b>160.959.471</b>	<b>43.021.459</b>	<b>89.295.956</b>	<b>132.317.415</b>
<b>I. GUARANTIES AND WARRANTIES</b>	(5.III.1)	<b>506.181</b>	<b>268.867</b>	<b>775.048</b>	<b>486.870</b>	<b>259.091</b>	<b>745.961</b>
1.1. Letters of Guarantee		506.181	203.597	709.778	486.870	154.792	641.662
1.1.1. Guarantees Subject to State Tender Law		-	-	-	-	-	-
1.1.2. Guarantees Given for Foreign Trade Operations		-	-	-	-	-	-
1.1.3. Other Letters of Guarantee		506.181	203.597	709.778	486.870	154.792	641.662
1.2. Bank Acceptances		-	-	-	-	17.941	17.941
1.2.1. Import Letter of Acceptances		-	-	-	-	17.941	17.941
1.2.2. Other Bank Acceptances		-	-	-	-	-	-
1.3. Letters of Credit		-	65.270	65.270	-	86.358	86.358
1.3.1. Documentary Letters of Credit		-	65.270	65.270	-	86.358	86.358
1.3.2. Other Letters of Credit		-	-	-	-	-	-
1.4. Prefinancing Given as Guarantee		-	-	-	-	-	-
1.5. Endorsements		-	-	-	-	-	-
1.5.1. Endorsements to the Central Bank of Turkey		-	-	-	-	-	-
1.5.2. Other Endorsements		-	-	-	-	-	-
1.6. Purchase Guarantees for Securities Issued		-	-	-	-	-	-
1.7. Factoring Guarantees		-	-	-	-	-	-
1.8. Other Guarantees		-	-	-	-	-	-
1.9. Other Collaterals		-	-	-	-	-	-
<b>II. COMMITMENTS</b>	(5.III.1)	<b>6.732.663</b>	<b>10.893.243</b>	<b>17.625.906</b>	<b>4.420.924</b>	<b>5.243.627</b>	<b>9.664.551</b>
2.1. Irrevocable Commitments		6.732.663	10.893.243	17.625.906	4.420.924	5.243.627	9.664.551
2.1.1. Asset Purchase Commitments		1.253.297	10.893.243	12.146.540	425.966	5.243.627	5.669.593
2.1.2. Deposit Purchase and Sales Commitments		-	-	-	-	-	-
2.1.3. Share Capital Commitments to Associates and Subsidiaries		-	-	-	-	-	-
2.1.4. Loan Granting Commitments		4.718.434	-	4.718.434	3.644.791	-	3.644.791
2.1.5. Securities Issue Brokerage Commitments		-	-	-	-	-	-
2.1.6. Commitments for Reserve Requirements		-	-	-	-	-	-
2.1.7. Commitments for Cheque Payments		344.028	-	344.028	276.368	-	276.368
2.1.8. Tax and Fund Liabilities from Export Commitments		48.578	-	48.578	31.761	-	31.761
2.1.9. Commitments for Credit Card Limits		355.269	-	355.269	36.319	-	36.319
2.1.10. Commitments for Credit Cards and Banking Services Promotions		2	-	2	-	-	-
2.1.11. Receivables from Short Sale Commitments of Marketable Securities		-	-	-	-	-	-
2.1.12. Payables for Short Sale Commitments of Marketable Securities		-	-	-	-	-	-
2.1.13. Other Irrevocable Commitments		13.055	-	13.055	5.719	-	5.719
2.2. Revocable Commitments		-	-	-	-	-	-
2.2.1. Revocable Loan Granting Commitments		-	-	-	-	-	-
2.2.2. Other Revocable Commitments		-	-	-	-	-	-
<b>III. DERIVATIVE FINANCIAL INSTRUMENTS</b>	(5.III.5)	<b>50.159.948</b>	<b>92.398.569</b>	<b>142.558.517</b>	<b>38.113.665</b>	<b>83.793.238</b>	<b>121.906.903</b>
3.1. Hedging Derivative Financial Instruments		-	-	-	-	-	-
3.1.1. Fair Value Hedges		-	-	-	-	-	-
3.1.2. Cash Flow Hedges		-	-	-	-	-	-
3.1.3. Foreign Net Investment Hedges		-	-	-	-	-	-
3.2. Trading Derivative Financial Instruments		50.159.948	92.398.569	142.558.517	38.113.665	83.793.238	121.906.903
3.2.1. Forward Foreign Currency Buy/Sell Transactions		27.426.015	39.299.516	66.725.531	14.085.362	20.618.486	34.703.848
3.2.1.1. Forward Foreign Currency Transactions - Buy		23.353.717	10.737.218	34.090.935	13.955.119	3.850.166	17.805.285
3.2.1.2. Forward Foreign Currency Transactions - Sell		4.072.298	28.562.298	32.634.596	130.243	16.768.320	16.898.563
3.2.2. Swap Transactions Related to Foreign Currency and Interest		20.710.412	38.624.713	59.335.125	20.005.816	51.904.959	71.910.775
3.2.2.1. Foreign Currency Swap- Buy		1.576.615	27.845.195	29.421.810	1.858.418	33.251.246	35.109.664
3.2.2.2. Foreign Currency Swap- Sell		19.069.625	10.779.518	29.849.143	16.667.370	18.386.595	35.053.965
3.2.2.3. Interest Rate Swap- Buy		32.086	-	32.086	740.014	133.559	873.573
3.2.2.4. Interest Rate Swap- Sell		32.086	-	32.086	740.014	133.559	873.573
3.2.3. Foreign Currency, Interest Rate and Securities Options		650.135	10.069.501	10.719.636	3.949.600	8.827.490	12.777.090
3.2.3.1. Foreign Currency Options- Buy		650.135	4.169.361	4.819.496	3.836.207	2.385.768	6.221.975
3.2.3.2. Foreign Currency Options- Sell		-	5.900.140	5.900.140	113.393	6.441.722	6.555.115
3.2.3.3. Interest Rate Options- Buy		-	-	-	-	-	-
3.2.3.4. Interest Rate Options- Sell		-	-	-	-	-	-
3.2.3.5. Securities Options- Buy		-	-	-	-	-	-
3.2.3.6. Securities Options- Sell		-	-	-	-	-	-
3.2.4. Foreign Currency Futures		1.373.386	1.320.680	2.694.066	72.887	69.501	142.388
3.2.4.1. Foreign Currency Futures- Buy		970.552	386.395	1.356.947	68.526	3.945	72.471
3.2.4.2. Foreign Currency Futures- Sell		402.834	934.285	1.337.119	4.361	65.556	69.917
3.2.5. Interest Rate Futures		-	-	-	-	-	-
3.2.5.1. Interest Rate Futures- Buy		-	-	-	-	-	-
3.2.5.2. Interest Rate Futures- Sell		-	-	-	-	-	-
3.2.6. Other		-	3.084.159	3.084.159	-	2.372.802	2.372.802
<b>B. CUSTODY AND PLEDGES RECEIVED (IV+V+VI)</b>		<b>449.660.922</b>	<b>270.477.584</b>	<b>720.138.506</b>	<b>327.646.280</b>	<b>198.570.838</b>	<b>526.217.118</b>
<b>IV. ITEMS HELD IN CUSTODY</b>		<b>4.927.056</b>	<b>73.899.660</b>	<b>78.826.716</b>	<b>2.854.467</b>	<b>31.505.672</b>	<b>34.360.139</b>
4.1. Customer Fund and Portfolio Balances		1.961.876	8.530.663	10.492.539	1.329.704	5.960.002	7.289.706
4.2. Investment Securities Held in Custody		101.614	8.941.294	9.042.908	134.003	5.645.703	5.779.706
4.3. Cheques Received for Collection		2.586.420	322.325	2.908.745	1.196.024	496.245	1.692.269
4.4. Commercial Notes Received for Collection		169.646	75.396	245.042	87.236	50.981	138.217
4.5. Other Assets Received for Collection		-	-	-	-	-	-
4.6. Assets Received for Public Offering		-	-	-	-	-	-
4.7. Other Items Under Custody		107.500	56.029.982	56.137.482	107.500	19.352.741	19.460.241
4.8. Custodians		-	-	-	-	-	-
<b>V. PLEDGES RECEIVED</b>		<b>444.733.866</b>	<b>196.577.924</b>	<b>641.311.790</b>	<b>324.791.813</b>	<b>167.065.166</b>	<b>491.856.979</b>
5.1. Marketable Securities		562.586	635.611	1.198.197	512.236	225.258	737.494
5.2. Guarantee Notes		98.173	117.237	215.410	69.344	80.869	150.213
5.3. Commodity		-	504.357	504.357	-	233.036	233.036
5.4. Warranty		-	-	-	-	-	-
5.5. Immovables		4.655.440	23.501.123	28.156.563	5.371.054	21.322.652	26.693.706
5.6. Other Pledged Items		439.417.667	171.819.596	611.237.263	318.839.179	145.203.351	464.042.530
5.7. Pledged Items - Depository		-	-	-	-	-	-
<b>VI. ACCEPTED BILL, GUARANTEES AND WARRANTEES</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL OFF-BALANCE SHEET COMMITMENTS (A+B)</b>		<b>507.059.714</b>	<b>374.038.263</b>	<b>881.097.977</b>	<b>370.667.739</b>	<b>287.866.794</b>	<b>658.534.533</b>

The accompanying notes form an integral part of these consolidated financial statements.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE PERIOD BETWEEN 1 JANUARY 2023-30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated.)

INCOME AND EXPENSE ITEMS	Footnotes	CURRENT PERIOD	PRIOR PERIOD	CURRENT PERIOD	PRIOR PERIOD
		(01/01/2023-30/09/2023)	(01/01/2022-30/09/2022)	(01/07/2023-30/09/2023)	(01/07/2022-30/09/2022)
<b>I. INTEREST INCOME</b>	(5.IV.1)	<b>7.057.148</b>	<b>4.568.386</b>	<b>2.906.727</b>	<b>1.950.864</b>
1.1 Interest on Loans	(5.IV.1)	5.493.284	3.972.056	2.279.414	1.686.149
1.2 Interest on Reserve Deposits		660	19.716	276	-
1.3 Interest on Banks	(5.IV.1)	52.971	16.352	22.853	7.946
1.4 Interest on Money Market Placements		428.060	62.280	191.429	25.145
1.5 Interest on Marketable Securities Portfolio	(5.IV.1)	1.079.614	495.464	411.230	229.646
1.5.1 Financial Assets Measured at Fair Value Through Profit or Loss		152	131	54	44
1.5.2 Financial Assets Measured at Fair Value Through Other Comprehensive Income		402.241	203.582	161.745	84.093
1.5.3 Financial Assets Measured at Amortized Cost		677.221	291.751	249.431	145.509
1.6 Financial Lease Income		-	-	-	-
1.7 Other Interest Income		2.559	2.518	1.525	1.978
<b>II. INTEREST EXPENSE (-)</b>		<b>7.138.717</b>	<b>3.082.563</b>	<b>3.114.214</b>	<b>1.148.498</b>
2.1 Interest on Deposits	(5.IV.2)	5.891.745	2.601.111	2.640.670	970.970
2.2 Interest on Funds Borrowed	(5.IV.2)	722.562	257.687	278.974	96.801
2.3 Interest on Money Market Placements		314.333	20.502	165.067	10.620
2.4 Interest on Securities Issued	(5.IV.2)	177.990	159.933	19.153	60.297
2.5 Interest on Leasing Expenses		26.079	15.983	9.672	5.543
2.6 Other Interest Expenses		6.008	27.347	678	4.267
<b>III. NET INTEREST INCOME (I - II)</b>		<b>(81.569)</b>	<b>1.485.823</b>	<b>(207.487)</b>	<b>802.366</b>
<b>IV. NET FEES AND COMMISSIONS INCOME</b>		<b>2.720.914</b>	<b>334.715</b>	<b>1.265.739</b>	<b>120.427</b>
4.1 Fees and Commissions Received		2.889.781	454.061	1.332.424	181.063
4.1.1 Non-cash Loans		9.069	13.816	2.719	2.977
4.1.2 Other	(5.IV.12)	2.880.712	440.245	1.329.705	178.086
4.2 Fees and Commissions Paid (-)		168.867	119.346	66.685	60.636
4.2.1 Non-cash Loans		80	65	27	25
4.2.2 Other	(5.IV.12)	168.787	119.281	66.658	60.611
<b>V. DIVIDEND INCOME</b>	(5.IV.3)	<b>-</b>	<b>160.000</b>	<b>-</b>	<b>-</b>
<b>VI. TRADING INCOME / LOSS (Net)</b>	(5.IV.4)	<b>4.035.707</b>	<b>2.158.105</b>	<b>978.893</b>	<b>963.402</b>
6.1 Trading Gain / Loss on Securities		75.202	23.565	(17.113)	4.174
6.2 Gain / Loss on Derivative Financial Transactions		(2.586.842)	(1.313.650)	99.855	(618.547)
6.3 Foreign Exchange Gain / Loss		6.547.347	3.448.190	896.151	1.577.775
<b>VII. OTHER OPERATING INCOME</b>	(5.IV.5)	<b>1.792.292</b>	<b>667.219</b>	<b>709.015</b>	<b>297.956</b>
<b>VIII. TOTAL OPERATING INCOME (III+IV+V+VI+VII)</b>		<b>8.467.344</b>	<b>4.805.862</b>	<b>2.746.160</b>	<b>2.184.151</b>
<b>IX. EXPECTED CREDIT LOSS (-)</b>	(5.IV.6)	<b>623.854</b>	<b>490.746</b>	<b>176.380</b>	<b>177.982</b>
<b>X. OTHER PROVISION EXPENSES (-)</b>	(5.IV.6)	<b>487.812</b>	<b>468.661</b>	<b>(14.113)</b>	<b>434.620</b>
<b>XI. PERSONNEL EXPENSES (-)</b>		<b>1.336.947</b>	<b>543.318</b>	<b>512.431</b>	<b>224.750</b>
<b>XII. OTHER OPERATING EXPENSES (-)</b>	(5.IV.7)	<b>1.601.181</b>	<b>784.173</b>	<b>619.157</b>	<b>302.447</b>
<b>XIII. NET OPERATING INCOME / LOSS (VIII-IX-X-XI-XII)</b>		<b>4.417.550</b>	<b>2.518.964</b>	<b>1.452.305</b>	<b>1.044.352</b>
<b>XIV. AMOUNT IN EXCESS RECORDED AS GAIN AFTER MERGER</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XV. INCOME FROM INVESTMENTS UNDER EQUITY ACCOUNTING</b>		<b>106.890</b>	<b>-</b>	<b>33.031</b>	<b>-</b>
<b>XVI. GAIN / LOSS ON NET MONETARY POSITION</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XVII. P/L BEFORE TAXES FROM CONTINUING OPERATIONS (XIII+...+XVI)</b>	(5.IV.8)	<b>4.524.440</b>	<b>2.518.964</b>	<b>1.485.336</b>	<b>1.044.352</b>
<b>XVIII. TAX PROVISION FOR CONTINUING OPERATIONS (±)</b>	(5.IV.9)	<b>(1.184.432)</b>	<b>(528.740)</b>	<b>(447.762)</b>	<b>(271.805)</b>
18.1 Current Tax Provision		(1.664.734)	(793.808)	(917.975)	(484.119)
18.2 Deferred Tax Expense Effect (+)		(104.008)	(191.998)	451	99
18.3 Deferred Tax Income Effect (-)		584.310	457.066	469.762	212.215
<b>XIX. NET PROFIT / LOSS FROM CONTINUING OPERATIONS (XVII±XVIII)</b>	(5.IV.10)	<b>3.340.008</b>	<b>1.990.224</b>	<b>1.037.574</b>	<b>772.547</b>
<b>XX. INCOME FROM DISCONTINUED OPERATIONS</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
20.1 Income From Non-current Assets Held for Sale		-	-	-	-
20.2 Profit from Sales of Associates, Subsidiaries and Joint Ventures		-	-	-	-
20.3 Income From Other Discontinued Operations		-	-	-	-
<b>XXI. EXPENSES FROM DISCONTINUED OPERATIONS (-)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
21.1 Expenses on Non-current Assets Held for Sale		-	-	-	-
21.2 Losses from Sales of Associates, Subsidiaries and Joint Ventures		-	-	-	-
21.3 Expenses From Other Discontinued Operations		-	-	-	-
<b>XXII. PROFIT / LOSS BEFORE TAXES FROM DISCONTINUED OPERATIONS (XX-XXI)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XXIII. TAX PROVISION FOR DISCONTINUED OPERATIONS (±)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
23.1 Current Tax Provision		-	-	-	-
23.2 Deferred Tax Expense Effect (+)		-	-	-	-
23.3 Deferred Tax Income Effect (-)		-	-	-	-
<b>XXIV. NET PROFIT / LOSS FROM DISCONTINUED OPERATIONS (XXII-XXIII)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XXV. NET PROFIT / LOSS (XIX+XXIV)</b>	(5.IV.11)	<b>3.340.008</b>	<b>1.990.224</b>	<b>1.037.574</b>	<b>772.547</b>
25.1 Group Profit/Loss		3.339.500	1.990.097	1.037.351	772.482
25.2 Minority Interest		508	127	223	65
Earnings per share		0,02460	0,01660	0,00764	0,00763

The accompanying notes form an integral part of these consolidated financial statements.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD BETWEEN 1 JANUARY 2023-30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

	CURRENT PERIOD (01/01/2023- 30/09/2023)	PRIOR PERIOD (01/01/2022- 30/09/2022)
I. CURRENT PERIOD PROFIT / LOSS	3.340.008	1.990.224
II. OTHER COMPREHENSIVE INCOME	125.333	1.021.515
2.1 Not Reclassified Through Profit or Loss	50.475	(20.282)
2.1.1 Property and Equipment Revaluation Increase/Decrease	-	-
2.1.2 Intangible Assets Revaluation Increase/Decrease	-	-
2.1.3 Defined Benefit Pension Plan Remeasurements Gain/Loss	(13.538)	(27.044)
2.1.4 Other Comprehensive Income Items Not Reclassified Through Profit or Loss	56.712	-
2.1.5 Tax Related Other Comprehensive Income Items Not Reclassified Through Profit or Loss	7.301	6.762
2.2 Reclassified Through Profit or Loss	74.858	1.041.797
2.2.1 Foreign Currency Conversion Differences	-	-
2.2.2 Valuation and/or Reclassification Income/Expense of Financial Assets Measured at Fair Value Through Other Comprehensive Income	183.306	1.179.221
2.2.3 Cash Flow Hedge Income/Loss	-	-
2.2.4 Foreign Net Investment Hedge Income/Loss	-	-
2.2.5 Other Comprehensive Income Items Reclassified Through Profit or Loss	(1.741)	-
2.2.6 Tax Related Other Comprehensive Income Items Reclassified Through Profit or Loss	(106.707)	(137.424)
III. TOTAL COMPREHENSIVE INCOME (I+II)	3.465.341	3.011.739

The accompanying notes form an integral part of these consolidated financial statements.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE PERIOD BETWEEN 1 JANUARY 2023-30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY					Other Accumulated Comprehensive Income or Expense That Will Not Be Reclassified in Profit and Loss			Other Accumulated Comprehensive Income or Expense That Will Be Reclassified in Profit and Loss			Profit Reserves	Prior Period Net Income / Loss	Current Period Net Income / Loss	Total Equity Excluding Minority Interests	Minority Interests	Total Equity
	Paid-in Capital	Share Premium	Share Certificate	Other Capital Reserves (*)	1	2	3	4	5	6						
<b>PRIOR PERIOD</b> (30/09/2022)																
I. Balances at beginning of the period	941.161	128.678	-	100.000	-	(12.391)	-	-	106.364	-	707.492	(25.335)	418.262	2.364.231	244	2.364.475
II. Correction made as per TAS 8	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 Effect of corrections	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effect of changes in accounting policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Adjusted balances at beginning of the period (I+II)	941.161	128.678	-	100.000	-	(12.391)	-	-	106.364	-	707.492	(25.335)	418.262	2.364.231	244	2.364.475
IV. Total Comprehensive Income	-	-	-	-	-	(20.282)	-	-	1.041.797	-	-	-	1.990.097	3.011.612	127	3.011.739
V. Capital Increase in Cash	416.562	-	-	-	-	-	-	-	-	-	-	-	-	416.562	-	416.562
VI. Capital Increase through Internal Reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Capital reserves from inflation adjustments to paid-in capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Convertible Bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Subordinated Debt	-	-	-	(13.367)	-	-	-	-	-	-	-	-	-	-	(13.367)	(13.367)
X. Increase/Decrease by Other Changes	-	-	-	13.367	-	-	-	-	-	-	-	(13.367)	-	-	-	-
XI. Profit distribution	-	-	-	-	-	-	-	-	-	-	375.418	42.844	(418.262)	-	-	-
11.1 Dividends	-	-	-	-	-	-	-	-	-	-	375.418	-	(375.418)	-	-	-
11.2 Transfers to reserves	-	-	-	-	-	-	-	-	-	-	-	-	(42.844)	-	-	-
11.3 Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balances at the end of the period (III+IV+.....+X+XI)	1.357.723	128.678	-	100.000	-	(32.673)	-	-	1.148.161	-	1.082.910	4.142	1.990.097	5.779.038	371	5.779.409
<b>CURRENT PERIOD</b> (30/09/2023)																
I. Prior period ending balance	1.357.723	128.678	-	100.000	-	(46.699)	455.916	-	782.180	(3)	1.082.910	134	2.720.130	6.580.969	703	6.581.672
II. Correction made as per TAS 8	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 Effect of corrections	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effect of changes in accounting policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Adjusted balance (I+II)	1.357.723	128.678	-	100.000	-	(46.699)	455.916	-	782.180	(3)	1.082.910	134	2.720.130	6.580.969	703	6.581.672
IV. Total Comprehensive Income	-	-	-	-	-	(6.237)	56.712	-	76.602	(1.744)	-	-	3.339.500	3.464.833	508	3.465.341
V. Capital Increase in cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Capital Increase through internal reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Capital reserves from inflation adjustments to paid-in capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Convertible Bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Subordinated Debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Increase / decrease due to other changes (**)	-	-	-	-	-	-	-	-	-	-	-	(10.068)	-	(10.068)	-	(10.068)
XI. Profit Distribution	-	-	-	-	-	-	-	-	-	-	2.659.217	60.913	(2.720.130)	-	-	-
11.1 Dividends	-	-	-	-	-	-	-	-	-	-	2.659.217	-	(2.659.217)	-	-	-
11.2 Transfers to reserves	-	-	-	-	-	-	-	-	-	-	-	-	(60.913)	-	-	-
11.3 Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balances at the end of the period (III+IV+.....+X+XI)	1.357.723	128.678	-	100.000	-	(52.936)	512.628	-	858.782	(1.747)	3.742.127	50.979	3.339.500	10.035.734	1.211	10.036.945

(\*) The Bank has accounted for a nominal amount of TL 100.000 demand borrowing with additional capital qualification under "other capital reserves" in accordance with TAS 32 "Financial Instruments: Presentation" Standard ("TAS 32").

(\*\*) Interest expenses of the related debt instrument are accounted under "previous years profit or loss" in the balance sheet.

- Tangible and intangible asset revaluation reserve
- Accumulated gains/losses on remeasurement of defined benefit plans
- Other (other comprehensive income of associates and joint ventures accounted for using equity method that will not be reclassified to profit or loss and other comprehensive income that will not be reclassified to profit or loss.
- Exchange differences on transition.
- Accumulated gains (losses) due to revolution and / or reclassification of financial assets measured at fair value through other comprehensive income.
- Other (accumulated gains or losses on cash flow hedge, other comprehensive income of associates and joint ventures accounted for using equity method that will be reclassified to profit or loss and other accumulated amounts of other comprehensive income that will be reclassified to profit or loss)

The accompanying notes form an integral part of these consolidated financial statements.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD BETWEEN 1 JANUARY 2023-30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

	Footnotes	CURRENT PERIOD (01/01/2023 - 30/09/2023)	PRIOR PERIOD (01/01/2022 - 30/09/2022)
<b>A. CASH FLOWS FROM BANKING OPERATIONS</b>			
<b>1.1 Operating profit before changes in operating assets and liabilities</b>		<b>4.909.538</b>	<b>2.560.917</b>
1.1.1 Interest received (+)		6.882.775	4.256.984
1.1.2 Interest paid (-)		(6.547.020)	(2.890.210)
1.1.3 Dividend received (+)		-	160.000
1.1.4 Fees and commission received (+)		2.930.859	445.411
1.1.5 Other income (+)		8.298.398	3.822.723
1.1.6 Collections from previously written off loans and other receivables (+)		349.449	432.532
1.1.7 Cash payments to personnel and service suppliers (-)		(2.800.804)	(1.309.797)
1.1.8 Taxes paid (-)		(240.742)	(502.769)
1.1.9 Other (+/-)	(5.VI.3)	(3.963.377)	(1.853.957)
<b>1.2 Changes in Operating Assets and Liabilities</b>		<b>5.983.220</b>	<b>2.864.754</b>
1.2.1 Net (increase) / decrease in financial assets at fair value through profit or loss (+/-)		(871.506)	18.562
1.2.2 Net (increase) / decrease in due from banks (+/-)		(2.344.665)	(1.235.842)
1.2.3 Net (increase) / decrease in loans (+/-)		(7.124.735)	(8.426.955)
1.2.4 Net (increase) / decrease in other assets (+/-)	(5.VI.3)	(295.015)	(1.391.865)
1.2.5 Net (increase) / decrease in bank deposits (+/-)		228.446	3.825.440
1.2.6 Net (increase) / decrease in other deposits (+/-)		10.378.866	7.633.351
1.2.7 Net (increase) / decrease in financial liabilities at fair value through profit or loss (+/-)		-	-
1.2.8 Net (increase) / decrease in funds borrowed (+/-)		(538.233)	(383.768)
1.2.9 Net (increase) / decrease in matured payables (+/-)		-	-
1.2.10 Net (increase) / decrease in other liabilities (+/-)	(5.VI.3)	6.550.062	2.825.831
<b>I. Net Cash Provided from Banking Operations (+/-)</b>		<b>10.892.758</b>	<b>5.425.671</b>
<b>B. CASH FLOWS FROM INVESTMENT ACTIVITIES</b>			
<b>II. Net Cash Flow Provided from Investment Activities (+/-)</b>		<b>(3.822.479)</b>	<b>(4.386.919)</b>
2.1 Cash paid for the purchase of associates, subsidiaries and joint ventures (-)		(120.568)	(5.000)
2.2 Cash obtained from the sale of associates, subsidiaries and joint ventures (+)		-	-
2.3 Cash paid for the purchase of tangible and intangible assets (-)		(139.640)	(151.415)
2.4 Cash obtained from the sale of tangible and intangible assets (+)		52.113	14.314
2.5 Cash paid for the purchase of financial assets at fair value through other comprehensive income (-)		(2.648.043)	(2.434.636)
2.6 Cash obtained from the sale of financial assets at fair value through other comprehensive income (+)		-	-
2.7 Cash paid for the purchase of financial assets at amortised cost (-)		(635.920)	(2.090.616)
2.8 Cash obtained from the sale of financial assets at amortised cost (+)		-	-
2.9 Other (+/-)	(5.VI.3)	(330.421)	280.434
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>			
<b>III. Net Cash Provided from Financing Activities (+/-)</b>		<b>(4.832.643)</b>	<b>(688.474)</b>
3.1 Cash obtained from funds borrowed and securities issued (+)		-	-
3.2 Cash outflow from funds borrowed and securities issued (-)		(4.810.878)	(676.947)
3.3 Equity instruments issued (+)		-	-
3.4 Dividends paid (-)		-	-
3.5 Payments for financial leases liabilities (-)		(26.079)	(15.983)
3.6 Other (+/-)		4.314	4.456
<b>IV. Effect of Change in Foreign Exchange Rate on Cash and Cash Equivalents (+/-)</b>		<b>5.483.122</b>	<b>3.134.604</b>
<b>V. Net Increase (Decrease) in Cash and Cash Equivalents (I+II+III+IV)</b>		<b>7.720.758</b>	<b>3.484.882</b>
<b>VI. Cash and Cash Equivalents at the Beginning of the Period (+)</b>	(5.VI.1)	<b>15.333.648</b>	<b>11.641.085</b>
<b>VII. Cash and Cash Equivalents at the End of the Period (V+VI)</b>	(5.VI.1)	<b>23.054.406</b>	<b>15.125.967</b>

The accompanying notes form an integral part of these consolidated financial statements.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023**

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

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**SECTION THREE**

**ACCOUNTING PRINCIPLES**

**I. Explanations on the basis of presentation**

**1. Preparation of the financial statements and the accompanying footnotes in accordance with Turkish Accounting Standards and the Communiqué on Principles and Procedures on the Accounting Practice and Documentation of Banks**

The Bank prepares its financial statements in accordance with the BRSA Accounting and Reporting Regulation which includes the regulation on “The Procedures and Principles Regarding Banks’ Accounting Practices and Maintaining Documents” published in the Official Gazette dated 1 November 2006 with No. 26333, and other regulations on accounting records of banks published by the Banking Regulation and Supervision Agency (“BRSA”) and circulars and pronouncements published by the BRSA and Turkish Financial Reporting Standards (“TFRS”) published by the Public Oversight Accounting and Auditing Standards Authority (“POA”) for the matters not regulated by the aforementioned legislations.

The consolidated financial statements are prepared in thousands of TL based on the historical cost, except for the financial assets and liabilities carried at fair value.

**2. Accounting policies and valuation principles applied in preparation of consolidated financial statements**

The accounting policies and valuation principles used in the preparation of the financial statements are explained in Notes II and XXVIII below.

**3. Other**

According to the announcement made by Public Oversight Accounting and Auditing Standards Authority on 20 January 2022, it has been stated that businesses applying TFRS do not need to make any adjustments in their financial statements for 2022 within the scope of TAS 29 Financial Reporting in High Inflation Economies. As of 30 September 2023, Public Oversight Accounting has not made a new statement under TAS 29, and no inflation adjustment has been made in accordance with TAS 29 while preparing the financial statements dated 30 September 2023.

In addition to providing financial and in-kind assistance to the region due to the earthquake disaster that occurred on 6 February 2023 in Kahramanmaraş, which caused severe damage in the surrounding provinces, especially Kahramanmaraş, Adiyaman, Hatay, Malatya, Osmaniye and Gaziantep, applications such as postponement of loan debts and interest cancellation for customers with credit affected by the earthquake have been made.

In addition, all earthquake zone loans have been reviewed, and nothing that will significantly affect the Bank's financial statements has been observed.

POA published TFRS 17, a comprehensive new accounting standard covering accounting and measurement, presentation and disclosure for insurance contracts, in February 2019. With the announcement made by POA, the mandatory effective date of the Standard has been postponed for accounting periods starting on or after 1 January 2024. Accordingly, the Group has not applied the relevant standard in its consolidated financial statements for its subsidiaries HDI Fiba Emeklilik ve Hayat A.Ş. and Fiba Sigorta A.Ş.

**II. Explanations on the usage strategy of financial instruments and on foreign currency transactions**

**1. Usage strategy of the financial instruments**

The major factor in managing interest rate and liquidity risk at the balance sheet is parallel movement of assets and liabilities.

Exchange rate risk, interest rate risk and liquidity risk are controlled and measured by various risk management systems, and the balance sheet is managed under the limits set by these systems and the limits legally required. Value at risk models are used for this purpose.

Purchase-sale transactions of short and long-term financial instruments are realized within predetermined risk limits that are allowed for the purpose of increasing risk-free return on capital.

The foreign currency position is carried based on a currency basket to minimize the foreign exchange risk.

Foreign currency net position is followed within legal limits.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### II. Explanations on the usage strategy of financial instruments and on foreign currency transactions(continued)

#### 2. Foreign currency transactions

##### 2.1 Foreign currency exchange rates used in converting transactions denominated in foreign currencies and their presentation in the financial statements

The Group recognizes the foreign currency transactions in accordance with TAS 21 “The Effects of Changes in Foreign Exchange Rates”. Foreign exchange gains and losses arising from the foreign currency transactions are converted into Turkish Lira by using the exchange rates at the date of the transaction and recognized in accounting records. At the end of the periods, foreign currency assets and liabilities are converted into Turkish Lira by using the foreign currency exchange rates of the Bank and the related currency conversion differences are recognized as foreign exchange gains and losses.

As at the end of the related periods, the Bank’s foreign currency exchange rates are as follows in full TL:

	30 September 2023	31 December 2022
US Dollar	27,3767	18,6983
Euro	29,0305	19,9349

### III. Explanations on consolidated subsidiaries and associates

#### 1. Subsidiary

Fiba Portföy Yönetimi A.Ş. (“Fiba Portföy”); the subsidiary of the Bank was consolidated by using full consolidation method in the consolidated financial statements dated 30 September 2023.

Capital Markets Board (“CMB”) approved Fiba Portföy’s licence application for portfolio management activity and the licence numbered PYŞ. PY 56/1267 and dated 12 December 2013 was assigned to Fiba Portföy.

The objective of Fiba Portföy is to manage portfolios consisting of financial assets as a representative by entering into portfolio management contracts in accordance with CMB laws and relevant regulation and also to perform capital markets operations. Besides, Fiba Portföy can manage the portfolios of local and foreign investment funds, investment trusts, local/foreign real persons, brokerage companies and other similar legal entities within the context of the related regulation as portfolio management activities. On the condition that, the requirements of the Capital Markets regulations are fulfilled and necessary approvals and licences from the Capital Markets Board are obtained; Fiba Portföy can also perform investment advisory services, market consultancy in Borsa İstanbul A.Ş. Emerging Companies Market, and intermediary services for the trading of investment fund certificates. The Bank owns 99% of the equity of Fiba Portföy whose headquarters is located in Istanbul.

According to full consolidation method, the subsidiary’s 100% of assets, liabilities, revenues, expenditures and off-balance sheet liabilities were combined with the Parent Bank’s assets, liabilities, revenues, expenditures and off-balance sheet liabilities. Book value of the investment in the Group’s subsidiary and the portion of the cost of subsidiary’s capital belonging to the Group are eliminated. All intragroup balances and income and expenses relating to transactions between the Bank and its subsidiary are eliminated in full consolidation. Minority shares in the net income of consolidated subsidiary determined the net income of the Group and were presented as a separate item in the statement of profit or loss. Minority shares were presented under equity in the consolidated financial statements.

#### 2. Associates

An associate is a domestic or foreign entity which the Parent Bank participates in its capital and over which it has a significant influence but no control.

Significant influence is the power to participate in the financial and operating policy of the investee. If the Parent Bank holds qualified shares in the associate, it is presumed that the Parent Bank has significant influence unless otherwise demonstrated. A substantial or majority ownership by another investor does not necessarily preclude the Parent Bank from having significant influence.

Qualified share is the share that directly or indirectly constitutes ten or more than ten percent of an entity’s capital or voting rights and irrespective of this requirement, possession of privileged shares giving right to appoint members of board of directors.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

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### III. Explanations on consolidated subsidiaries and associates (continued)

#### 2. Associates (continued)

Equity method is a method of accounting whereby the book value of the investor's share capital in the subsidiary or the joint venture is either added to or subtracted in proportion with investor's share from the change in the subsidiary's or joint venture's equity within the period. The method also foresees that profit will be deducted from the subsidiaries' or joint venture's accordingly recalculated value.

The financial institution subsidiaries of the Bank, Fiba Emeklilik ve Hayat A.Ş. and Fiba Sigorta A.Ş., are accounted for in accordance with the equity method in the consolidated financial statements complying with the "Communiqué on the Preparation of Consolidated Financial Statements of the Banks".

In January 2013, Fiba Sigorta ve Hayat A.Ş. insurance started its activities health and personal accident insurance, in July 2013 reinsurance operations related to these insurances and in December 2013 pension. As of 20 December 2022, 8.000.000 shares representing 40% of Fiba Emeklilik ve Hayat A.Ş.'s capital share have been transferred to Fibabanka A.Ş by Fiba Holding A.Ş for TL 746.588.

In December 2022, the Bank will also cooperate with HDI Sigorta A.Ş. and Fibabanka A.Ş. established Fiba Sigorta A.Ş. to operate in the elements branches with a 50% -50% partnership share. The bank's participation amount is TL 110.000.

### IV. Explanations on forward transactions, options and derivative instruments

The Parent Bank's derivative transactions mainly consist of currency swaps, interest rate swaps, currency options and currency forward purchase/sale contracts. The Parent Bank does not have any embedded derivatives separated from the host contract.

The Parent Bank's derivative instruments held for trading are classified as "Derivative Financial Assets Measured Comprehensive Income" in accordance with TFRS 9 and derivative instruments for hedging purpose are classified, measured and accounted in accordance with TAS 39 "Financial Instruments: Recognition and Measurement", respectively.

The liabilities and receivables arising from the derivative transactions are recorded as off-balance sheet items at their contractual values.

Derivative transactions are measured at their fair values subsequent to their acquisition. In accordance with the classification of derivative financial instruments, if the fair value is positive, the amount is classified as "Derivative Financial Assets at Fair Value Through Profit or Loss" or "Derivative Financial Assets at Fair Value Through Other Comprehensive Income", if the fair value is negative, the amount is classified as "Derivative Financial Liabilities at Fair Value Through Profit or Loss" or "Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income". The fair value differences of derivative financial instruments are recognized in the statement of profit or loss under trading profit/loss line as profit/loss from derivative financial transactions.

#### Explanations on derivative financial instruments held for hedging

The Parent Bank enters into cross currency swap transactions in order to hedge the change in fair values of fixed-rate financial instruments. While applying fair value hedge accounting, the changes in fair values of hedging instrument and hedged item are recognised in statement of profit or loss.

If the hedging is effective, the changes in fair value of the hedged item, which is fixed rate TL denominated loans, are presented in statement of financial position together with the hedged item. Subsequently, derivative transactions are valued at their fair values and the changes in their fair values are recorded on balance sheet under "Derivative Financial Assets at Fair Value Through Profit or Loss" or "Derivative Financial Liabilities at Fair Value Through Profit or Loss", respectively depending on the fair values being positive or negative. Fair value changes are recorded under statement of profit or loss.

The Parent Bank performs effectiveness tests at the beginning of the hedge accounting period and at each reporting period.

The hedge accounting is discontinued when the hedging instrument expires, is exercised, sold or no longer effective. When discontinuing fair value hedge accounting, the cumulative fair value changes in carrying value of the hedged item arising from the hedged risk are amortized to statement of profit or loss over the life of the hedged item from that date of the hedge accounting is discontinued.

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**V. Explanations on interest income and expenses**

Interest income and expenses are recognized on accrual basis by using internal rate of return for financial assets and liabilities with given future cash payments and collections.

**VI. Explanations on fee and commission income and expenses**

Except for fees and commissions that are integral part of the effective interest rates of financial instruments measured at amortized costs, the fees and commissions are accounted for in accordance with "TFRS 15 Revenue from Contracts with Customers". Except for certain fees related to certain banking transactions are recognized when the related services is provided, fees and commissions received or paid, and other fees and commissions paid to financial institutions are accounted on accrual basis throughout the service period.

**VII. Explanations on financial assets**

Financial assets include cash on hand, contractual rights to receive cash or another financial asset from the counterparty or the right to exchange of financial instruments or equity instrument transactions of the counterparty. Financial assets are classified into three groups as financial assets at fair value through profit or loss, financial assets at fair value through other comprehensive income and financial assets measured at amortized cost.

**1. Financial assets at fair value through profit or loss**

Financial assets at fair value through profit or loss are financial assets other than the ones that are managed with business model that aims to hold to collect contractual cash flows or business model that aims to collect both the contractual cash flows and cash flows arising from the sale of the assets; and if the contractual terms of the financial asset do not lead to cash flows representing solely payments of principal and interest at certain date; that are either acquired for generating a profit from short term fluctuations in prices or are financial assets included in a portfolio aiming to short-term profit making. Financial assets at the fair value through profit or loss are initially recognized at fair value and remeasured at their fair value after recognition. All gains and losses arising from these valuations are reflected in the statement of profit or loss.

Loans measured at fair value through profit or loss are subject to valuation in accordance with fair value principles and profit or losses, emerging as a result of valuation, are recognized under profit/loss accounts.

**2. Financial assets measured at fair value through other comprehensive income**

Financial assets are measured at fair value through other comprehensive income if financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on principal amount outstanding.

Financial assets at fair value through other comprehensive income are recognized by adding transaction costs to acquisition cost reflecting the fair value of the financial asset. After the recognition, financial assets at fair value through other comprehensive income are remeasured at fair value. Interest income calculated with effective interest rate method arising from financial assets at fair value through other comprehensive income and dividend income from equity securities are recorded to statement of profit or loss. "Unrealized gains and losses" arising from the difference between the amortized cost and the fair value of financial assets at fair value through other comprehensive income are not reflected in the statement of profit or loss of the period until the acquisition of the asset, sale of the asset, the disposal of the asset, and impairment of the asset and they are accounted under the "Accumulated other comprehensive income or expense to be reclassified through profit or loss" under shareholders' equity. When these securities are collected or disposed of, the accumulated fair value differences reflected in the equity are recognized in the statement of profit or loss.

Equity securities, which are classified as financial assets at fair value through other comprehensive income are measured at fair value. However, in some exceptional cases, cost may be an appropriate estimation method for determining fair value. The cost is estimated to be the case fair value is reflected in the best way possible.

The Bank also owns consumer price indexed government bonds ("CPI") in its securities portfolio, reclassified as financial assets measured at fair value through other comprehensive income. CPI's are valued and accounted for according to the effective interest rate method which is calculated based on the real coupon rate and the reference inflation index on the issue date.

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### VII. Explanations on financial assets (continued)

#### 3. Financial assets measured at amortized cost

Financial assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are classified as financial assets measured at amortized cost.

Financial assets measured at amortized cost are initially recognized at acquisition cost including the transaction costs which reflect the fair value of those instruments and subsequently recognized at amortized cost by using effective interest rate method. Interest income obtained from financial assets measured at amortized cost is accounted in statement of profit or loss.

The Bank also owns consumer price indexed government bonds ("CPI") in its securities portfolio, reclassified as financial assets measured at amortised cost. CPI's are valued and accounted for according to the effective interest rate method which is calculated based on the real coupon rate and the reference inflation index on the issue date.

#### 4. Loans

Loans are financial assets generated by providing cash, commodity or service to the borrower. These loans and receivables are recorded by acquisition cost reflecting fair value and afterwards measured at amortized cost by using effective interest rate (internal rate of return) method. Fees and other costs paid for the assets taken as collateral for those loans are not recognized as cost of operation and accounted in expense accounts. Bank's loans are presented in "Financial Assets Measured at Amortized Cost" and "Financial Assets at Fair Value Through Profit or Loss" accounts.

### VIII. Explanations on expected credit loss

The Parent Bank recognizes expected credit loss allowance for financial assets measured at amortized cost and measured at fair value through other comprehensive income.

As of 1 January 2018, the Bank recognizes provisions for impairment in accordance with TFRS 9 requirements according to the "Regulation on the Procedures and Principles for Classification of Loans by Banks and Provisions to be set aside" published in the Official Gazette dated 22 September 2016 numbered 29750.

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**VIII. Explanations on expected credit loss (continued)**

**Calculation of expected credit loss**

The expected credit loss estimates are required to be unbiased, probability-weighted and include supportable information about past events, current conditions, and forecasts of future economic conditions. Expected credit loss is calculated by using following components: “Exposure at Default”, “Probability of Default” and “Loss Given Default”.

These financial assets are divided into three categories depending on the gradual increase in credit risk observed since their initial recognition:

**Stage 1**

For the financial assets at initial recognition or that do not have a significant increase in credit risk since initial recognition. Impairment for credit risk will be recorded in the amount of 12-month expected credit losses.

**Stage 2**

In the event of a significant increase in credit risk since initial recognition, the financial asset will be transferred to Stage 2. Impairment for credit risk will be determined on the basis of the instrument’s lifetime expected credit losses.

**Stage 3**

Stage 3 includes financial assets that have objective evidence of impairment at the reporting date. For these assets, lifetime expected credit losses are recognized.

As part of TFRS 9, expected credit loss models are improved in process of exposure at default, probability of default and loss given default. These models are formed by taking into consideration internal ratings systems, past data and prospective expectations and considering below factors;

- Customer type (individual, corporate, commercial and SME)
- Product type
- Ratings used as part of internal ratings systems (for corporate segment)
- Collaterals
- Collection period
- Exposure at default
- Time passed since loan disbursement
- Time to maturity

If the existing provision model is not able to reflect the situation, individual assessment is possible by using the cash flows expectations of Credits Monitoring and Collection Department.

**Exposure at Default:** Expresses the exposure amount when debtor defaults. It accounts along with the maturity of the borrower. The amount of additional risk that may occur in case of default is added to the amount of risk and included in the calculations by using the credit conversion rates (CCR) for irrevocable commitments.

**Probability of Default:** Refers to the probability of default due to the inability of the debtor to fulfill its obligations. 12-month or lifetime estimation is performed according to whether there is an increase in credit risk or not.

**Loss Given Default:** In the default of the borrower, it is calculated as the expected credit loss to exposure at default. Loss given default models include inputs such as product type, customer segment, collateral structure, customer payment performance.

**Macroeconomics Factors:** Macroeconomics indicators are taken into account in determining the probability of default component in the expected credit loss calculation. Future macroeconomics forecasts are reflected in the expected credit loss calculations using more than one scenario.

While macroeconomics information is included in calculations, models and model estimations reflecting the relationships between model risk parameters and macroeconomics variables are taken into consideration. The main macroeconomics indicators that make up these estimation models are the Gross Domestic Product (GDP) growth rate and the unemployment rate. According to segmentation based on turnover, the unemployment rate is used in models including segments with a turnover of TL 20 million and below, while the Gross Domestic Product (GDP) growth rate is used in models including segments with a turnover of over TL 20 million. Macroeconomics estimation models include more than one scenario and the related scenarios are taken into account in the expected credit loss calculations.

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### VIII. Explanations on expected credit loss (continued)

#### Macroeconomics Factors (continued)

Future expectations are determined based on 2 scenarios, base and negative. Each scenario has predetermined weights, and the final provisions are calculated by weighting on these probabilities.

The Bank calculates expected credit losses for macroeconomic estimation with a forward looking perspective with two scenarios, base and negative, according to current economic conditions, Medium Term Program (MTP) and expert opinions. The macroeconomic value estimates taken into account are presented below;

	Base Scenario		Negative Scenario	
	Growth	Unemployment	Growth	Unemployment
1st year	5,00%	10,40%	2,00%	13,00%
2nd year	5,50%	9,90%	3,00%	13,00%
3rd year	5,50%	9,60%	3,00%	11,00%

**Calculation of Expected Loss Period:** In determining the lifetime expected credit loss, the period in which the Bank will be exposed to credit risk is taken into consideration. Behavioural maturity analysis was performed on credit cards and overdraft accounts. The maximum period for which credit losses are to be recognized, except for credit cards and other revolving loans, is the contractual life of the financial instrument unless a legal right is required to recall the loan.

**Significant Increase in Credit Risk:** Due to the significant increase in credit risk, the Bank performs quantitative and qualitative assessments to determine the financial assets to be classified as Stage 2 (Significant Increase in Credit Risk).

Within the scope of the quantitative assessments made for the corporate segment, the Bank compares the change between the starting date and the date of the report by taking into account the time passed since the opening date. In order to make this comparison, the Bank specifies threshold values to determine which changes are accepted as significant change. The decision to classify financial assets with a significant increase in credit risk by exceeding these threshold values as Stage 2 is taken by the opinion of the Credits Department.

Within the scope of qualitative evaluations, financial assets under close monitoring as of the reporting date are classified as Stage 2.

### IX. Explanations on offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet when the Bank has a legally enforceable right to offset the recognized amounts and there is an intention to collect/pay the related financial assets and liabilities on a net basis, or to realize the asset and settle the liability simultaneously.

### X. Explanations on sale and repurchase agreements and securities lending transactions

Securities subject to repo (repurchase agreements) are classified as "Financial assets at fair value through profit or loss", "Financial assets at fair value through other comprehensive income" or "Financial assets measured at amortized cost" according to their purposes to be held in the Bank's portfolio and evaluated within the principles of the relevant portfolio. Funds obtained from repurchase agreements are followed under the "Funds from repo transactions" account in liabilities and interest expense accruals are calculated using the effective interest rate (internal rate of return) method on the difference between the sales and repurchase prices corresponding to the period designated by a repurchase agreement.

Securities purchased under agreements to resell ("Reverse repo") transactions are accounted under the "Money market placements" in the balance sheet.

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- XI. Explanations on noncurrent assets held for sale and discontinued operations and the related liabilities**
- A tangible asset (or a disposal group) classified as “asset held for sale” is measured at the lower of the carrying value or fair value less costs to sell. Assets held for sale are not depreciated and presented in the financial statements separately. An asset (or a disposal group) is regarded as “asset held for sale” only when the sale is highly probable and the asset (or disposal group) is available for immediate sale in its present condition. For a highly probable sale, there must be a valid plan prepared by the management for the sale of asset including identification of possible buyers and completion of sale process. Furthermore, the asset should be actively marketed at a price consistent with its fair value.
- Events or circumstances may extend the period to complete the sale beyond one year. An extension of the period required to complete a sale does not preclude an asset (or disposal group) from being classified as other assets if the delay is caused by events or circumstances beyond the entity's control and there is sufficient evidence that the entity remains committed to its plan to sell the asset (or disposal group).
- A discontinued operation is part of the Bank's business classified as disposed or held-for-sale. The operating results of the discontinued operations are disclosed separately in the statement of profit or loss.
- The Group does not have any discontinued operations.
- XII. Explanations on goodwill and other intangible assets**
- As at the balance sheet date, there is no goodwill in the accompanying financial statements. The intangible assets of the Bank consist of software, intangible rights and other intangible assets.
- The costs of the intangible assets purchased before 1 January 2005 are recognized at their inflation adjusted costs as of 31 December 2004 and intangible assets purchased after 1 January 2005 are recognized at their acquisition cost less accumulated amortization and impairment, if any.
- Estimated useful lives of the intangible assets of the Group are 3 to 10 years, and amortization rates are 10% to 33,3%.
- If there is objective evidence of impairment, the asset's recoverable amount is estimated in accordance with the Turkish Accounting Standard 36 (“TAS 36”) “Impairment of Assets” and if the recoverable amount is less than the carrying value of the related asset, an allowance for impairment is recognized.
- XIII. Explanations on tangible assets**
- Tangible assets are measured at cost in accordance with the Turkish Accounting Standard 16 (“TAS 16”) “Tangible Assets”.
- The costs of the tangible assets purchased before 1 January 2005 are recognized at their inflation adjusted costs as of 31 December 2004 and tangible assets purchased after 1 January 2005 are recognized at their acquisition cost less accumulated depreciation and impairment, if any.
- If there is objective evidence of impairment, the asset's recoverable amount is estimated in accordance with the Turkish Accounting Standard 36 (“TAS 36”) “Impairment of Assets” and if the recoverable amount is less than the carrying value of the related asset, an allowance for impairment is recognized.
- Gains/losses from the sale of the tangible assets are calculated as the difference between the net book value and the net sales price.
- Maintenance and repair costs incurred for tangible assets are recorded as expense.

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### XIII. Explanations on tangible assets (continued)

There are no restrictions such as pledges, mortgages or any other restriction on tangible assets.

There are no changes in the accounting estimates that are expected to have an impact in the current or subsequent periods.

Depreciation rates and estimated useful lives used for the tangible assets are as follows:

Tangible Assets	Estimated Useful Lives	Depreciation Rates (%)
Safe Boxes	50	2
Vehicles	5	20
Real Estate	50	2
Other Tangible Assets	4-20	5-25

#### Explanation on TFRS 16 Leases standard

The Bank has started to implement TFRS 16 Leases, which was published in the Official Gazette dated 16 April 2018 and numbered 29826 in its consolidated financial statements and became effective as of 1 January 2019, for the first time.

#### TFRS 16 “Lease” Standard

The Bank as a lessee according to “Lease” Standard:

The Bank assesses whether the contract has the characteristic of a lease or whether the Contract includes a lease transaction at the beginning of a contract. In case the contract is transferred for a certain period of time to control the use of the asset defined for a price, it is either leased or includes a lease. The Bank reflects a right of use asset and a lease liability to the financial statements at the effective date of the lease.

#### Right to use asset:

The right to use asset is first recognized by cost method and includes:

- The initial measurement amount of the lease obligation,
- The amount obtained by deducting all the rental incentives received from all lease payments made at or before the beginning of the lease;
- All initial direct costs incurred by the Bank.

When applying the cost method, the Bank measures the right to use as follows:

- Deducts accumulated depreciation and accumulated impairment losses and
- Measures the restatement of the lease obligation at the restated cost.

The Bank applies depreciation clauses of TAS 16 Tangible Assets standard when measuring the depreciation of the right to use.

#### Lease liabilities:

At the effective date of the lease, the Bank measures its leasing liability at the present value of the lease payments not paid at that time. Lease payments are discounted using the Bank's average borrowing interest rates. Otherwise Bank's incremental borrowing interest rates are used.

The lease payments included in the measurement of the lease liability consist of the payments to be made for the right of use during the lease term of the underlying asset and the unpaid payments at the effective date of the lease.

After the effective date of the lease, the Bank measures the leasing liability as follows:

- Increase the book value to reflect the interest on the lease obligation
- Reduces the book value to reflect the lease payments made and
- The book value is measured to reflect reassessments and restructuring, or reflect to fixed lease payments as of revised nature.

The interest on the lease liability for each period in the lease period is the amount calculated by applying a fixed periodic interest rate to the remaining balance of the lease liability.

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### XIV. Explanations on leasing transactions

With “IFRS 16 Leases” standard, valid since 1 January 2019, difference between operational lease and financial lease disappeared so that leasing transactions are recognized under “Tangible Assets” as right-of-use and under “Lease Liabilities” in the balance sheet.

### XV. Explanations on provisions and contingent liabilities

Provisions and contingent liabilities are accounted in accordance with TAS 37 “Provisions, Contingent Liabilities and Contingent Assets”. In the financial statements, a provision is made if there is a present obligation that arises from past events as of the balance sheet date, if it is probable that an outflows of resources embodying economic benefits will be required to settle the obligation and if a reliable estimate can be made of the amount of the obligation. If the amount is not reliably estimated and there is no probability of cash outflows from the Bank to settle the liability, the related liability is considered as “contingent” and disclosed in the notes to the financial statements.

Provisions recognized during the period are recognized within “other operating expenses”; reversals of provisions recognized in the prior periods are recognized within “other operating income”.

### XVI. Explanations on contingent assets

The contingent assets usually arise from unplanned or other unexpected events that give rise to the possibility of an inflow of economic benefits to the Bank. If an inflow of economic benefits has become probable, then the contingent asset is disclosed in the notes to the financial statements. If it has become virtually certain that an inflow of economic benefits will arise, the asset and the related income are recognized in the financial statements of the period in which the change occurs.

### XVII. Explanations on liabilities for employee benefits

As per the existing labour laws and agreements in Turkey, entities are required to pay severance for the employees retired or fired. These payments are qualified as recognized retirement benefit plan according to revised TAS 19 Employee Benefits. Severance payment liability recognized in the balance sheet is calculated according to the net present value of expected amount in the future arising from all employees’ retirements and represented in represented in financial statements. All actuarial losses and gains are accounted for as other comprehensive income.

The major assumptions used in the actuarial calculation are as follows:

- Calculation is based on discount rate of 12,00% (31 December 2022: 12,00%), inflation rate of 10,50% (31 December 2022: 10,50%).
- Effective as of 1 July 2023, ceiling salary amount is considered as TL 23.489,83 (full TL) (31 December 2022: TL 15.371,40).
- Individuals’ earliest retirement age is considered as retirement age.
- CSO 1980 mortality table is used for the death probabilities of male and female employees.

There is no employee foundation, fund or similar institutions.

### XVIII. Explanations on taxation

#### 1. Current Tax

As of 30 September 2023, the current corporate tax rate is 30%. Article 32 of the Corporate Tax Law No. 5520, which regulates the corporate tax rate is amended with “ Law on the Amendment of Additional Motor Vehicle Tax and Amendments to Certain Laws and Decree Law No. 375 for Compensation of Economic Losses Caused by Earthquakes on 6 February 2023”, which includes the regulation on increase in corporate tax rate from 20% to 25% for the institutions other than banks and financial institutions and from 25% to 30% for banks and financial institutions, entered into force after being published in the Official Gazette dated 15 July 2023 and numbered 32249.

This amendment will be effective for the earnings of the corporations in 2023 and for the following tax periods, starting from the declarations that must be submitted after 1 October 2023.

This rate is applied to tax base which is calculated by adding certain non-deductible expenses for tax purposes and deducting certain exemptions (like dividend income) and other deductions on accounting income. Additional tax is not payable unless the profit is distributed.

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

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### XVIII. Explanations on taxation (continued)

#### 1. Current Tax (continued)

Dividends paid to the resident institutions and the institutions working through local offices or representatives are not subject to withholding tax. As per the decisions no.2009/14593 and no.2009/14594 of the Council of Ministers published in the Official Gazette no.27130 dated 3 February 2009, certain duty rates included in the articles no.15 and 30 of the new Corporate Tax Law no.5520 are revised. While dividends paid to individuals and corporations were subject to withholding tax at the rate of 15%, this rate has been changed to 10% with the Presidential Decision published in the Official Gazette dated 22 December 2021 and No. 31697. In applying the withholding tax rates on dividend payments to the non-resident institutions and the individuals, the withholding tax rates covered in the related Double Tax Treaty Agreements are taken into account. Appropriation of the retained earnings to capital is not considered as profit distribution and therefore is not subject to withholding tax.

The prepaid taxes are calculated and paid at the rates valid for the earnings of the related years. The prepayments can be deducted from the annual corporate tax calculated for the whole year earnings. In accordance with the tax legislation, tax losses can be carried forward to offset against future taxable income for up to five years. Tax losses cannot be carried back to offset profits from prior periods.

According to 75% of the capital earning derived from the sale of equity investments and a 50% of the capital earning derived from the sale of immovable properties held for at least two years are tax exempt, if such earning are added to paid-in capital or held in a special fund account under liability for five years. According to Law No. 7456 published in 15 July 2023, this exception has been abolished for real estates to be acquired after the publication date of the decision; If real estate acquired before this date is sold after the effective date of the decision, 25% of the real estate sales earning will be exempt from corporate tax.

In Turkey, there is no procedure for a final and definite agreement on tax assessments. Companies file their tax returns with their tax offices by the end of the fourth month following the close of the accounting period to which they relate. Tax returns are open for five years from the beginning of the year that follows the date of filing during which time the tax authorities have the right to audit tax returns, and the related accounting records on which they are based, and may issue re-assessments based on their findings.

Current tax, related to items recognized directly in equity is also credited or charged directly to equity.

As of the end of the 2021 calendar year, the conditions sought for inflation adjustment in the calculation of corporate tax have been fulfilled, within the framework of the repeated provision of Article 298/A of the Tax Procedure Law (TPL). However, with the regulation made with the Law No. 7352 dated 20 January 2022, the application of inflation adjustment in the calculation of corporate tax was postponed to 2023. According to this; TPL financial statements for the 2021 and 2022 accounting periods, including the provisional tax periods, not subject to inflation adjustment. As for the 2023 accounting period; during provisional tax periods inflation adjustment will not be applied but the TPL financial statements dated 31 December 2023 will be subject to inflation adjustment regardless of whether the inflation adjustment conditions are met or not. Profit/loss difference arising from inflation adjustment in TPL financial statements will be shown in previous years' profit/loss accounts and will not affect the corporate tax base.

#### 2. Deferred Tax

The Group calculates and recognizes deferred tax for taxable temporary differences arising between the carrying values of assets and liabilities in the financial statements and their corresponding balances considered in the calculation of the tax base according to the Turkish Accounting Standard 12 ("TAS 12") "Income Taxes".

Article 32 of the Corporate Tax Law No. 5520, which regulates the corporate tax rate is amended with " Law on the Amendment of Additional Motor Vehicle Tax and Amendments to Certain Laws and Decree Law No. 375 for Compensation of Economic Losses Caused by Earthquakes on 6 February 2023", which includes the regulation on increase in corporate tax rate from 20% to 25% for the institutions other than banks and financial institutions and from 25% to 30% for banks and financial institutions, entered into force after being published in the Official Gazette dated 15 July 2023 and numbered 32249.

This amendment will be effective for the earnings of the corporations in 2023 and for the following tax periods, starting from the declarations that must be submitted after 1 October 2023.

Deferred tax liabilities are generally recognized for all taxable temporary and deferred tax assets are recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized.

Deferred tax rate calculation has started to be applied over temporary expected credit losses as per TFRS 9 articles from 1 January 2018. The Bank calculates deferred tax also for provision for possible losses.

As of 30 September 2023, the deferred tax asset is TL 765.560 (31 December 2022: TL 384.664 deferred tax asset). The deferred tax asset is calculated as the net of taxable and deductible temporary differences.

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### XVIII. Explanations on taxation (continued)

#### 2. Deferred Tax (continued)

Deferred tax income/(expense) is recognized within “Deferred Tax Income Effect” and “Deferred Tax Expense Effect” in the statement of profit or loss; net deferred tax income is TL 480.302 for the current period (1 January - 30 September 2022: TL 265.068 net income). The part of the deferred tax related to assets directly associated with equity is recognized in equity, this amount is TL 99.406 of expense (1 January - 30 September 2022: TL 130.662 expense).

#### 3. Transfer Pricing

The article 13 of the Corporate Tax Law describes the issue of transfer pricing under the title of “disguised profit distribution” by way of transfer pricing. “The General Communiqué on Disguised Profit Distribution by Way of Transfer Pricing” published at 18 November 2007, explains the application related issues on this topic.

According to this Communiqué, if the taxpayers conduct transactions like purchase and sale of goods or services with the related parties where the prices are not determined according to the arm’s length principle, then it will be concluded that there is a disguised profit distribution by way of transfer pricing. Such disguised profit distributions will not be deducted from the corporate tax base for tax purposes.

As stated in the “7.1 Annual Documentation” section of this communiqué, the taxpayers are required to fill out the “Transfer Pricing, Controlled Foreign Entities and Thin Capitalization” form for the purchase and sale of goods or services conducted with their related parties in a taxation period, attach these forms to their corporate tax returns and submit to the tax offices. Related forms are submitted to tax offices on time.

### XIX. Additional explanations on borrowings

The Parent Bank provides resources from domestic and foreign individuals and institutions both by borrowing funds and issuing bills and bonds.

Borrowing instruments are initially measured at acquisition cost and subsequently measured at amortized cost with the effective interest method. In the accompanying financial statements, foreign currency denominated borrowing funds are converted to Turkish Lira with the Group’s spot foreign exchange buy rates and interest expenses incurred during the period relating to the borrowing funds are recognized in statement of profit or loss.

#### Additional Tier I Capital

The Bank has recognised the issued Tier 1 securities of TL 100.000 nominal and related interest expenses under “equity” in the balance sheet.

The additional Tier 1 capital with a nominal amount of USD 30 million was early redeemed on 1 March 2022 with the approval of the BRSA, and the redemption amount was used in the cash capital increase realized in April 2022.

Information on debt instruments to be included in the equity calculation is explained under the on equity items in the fourth section, Information on Financial Structure and Risk Management.

### XX. Explanations on share certificates issued

None.

### XXI. Explanations on bank acceptances and bills of guarantee

Bank acceptances and bills of guarantee are presented within off-balance sheet liabilities as being possible liabilities and commitments. Cash transactions relating to bank acceptances and bills of guarantee are realized concurrently with the customer payments.

As of the balance sheet date, there are no bank acceptances and bills of guarantee recognized as liability against an asset.

### XXII. Explanation on government incentives

As of the balance sheet date, the Group does not have any government incentives.

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## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

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### XXIII. Explanations on segment reporting

The Bank operates in consumer banking services, current accounts, deposit accounts, long term investment products, clearing and custody services, credit and atm services, retail loans, and all other kinds of consumer banking services and commercial services.

	Retail Banking	Corporate & Commercial Banking	Treasury & Headquarters	Total Operations of the Bank
<b>Current Period-1 January - 30 September 2023</b>				
Net Interest Income	203.542	582.849	(867.960)	(81.569)
Net Fees and Commission Income	663.872	1.987.270	69.772	2.720.914
Dividend Income	--	--	--	--
Trading Income / Loss (Net)	618.115	1.334.274	2.083.318	4.035.707
Other Operating Income	490.245	1.313.464	(11.417)	1.792.292
Expected Credit Loss (-)	(404.098)	(253.929)	34.173	(623.854)
Other Provision Expenses	--	(40.000)	(447.812)	(487.812)
Personnel and Other Operating Expense	(1.270.462)	(1.097.360)	(570.306)	(2.938.128)
Partnerships using the Equity Method Profit/Loss	--	--	106.890	106.890
<b>Net Profit/(Loss) for the Period</b>	<b>301.214</b>	<b>3.826.568</b>	<b>396.658</b>	<b>4.524.440</b>
Tax Provision	--	--	(1.184.432)	(1.184.432)
<b>After Tax Profit/Loss</b>	<b>301.214</b>	<b>3.826.568</b>	<b>(787.774)</b>	<b>3.340.008</b>
<b>Current Period -30 September 2023</b>				
Segment Assets	12.113.306	37.341.985	51.352.408	100.807.699
Associates and Subsidiaries	--	--	1.082.564	1.082.564
<b>Total Assets</b>	<b>12.113.306</b>	<b>37.341.985</b>	<b>52.434.972</b>	<b>101.890.263</b>
Segment Liabilities	46.696.678	9.760.600	35.396.040	91.853.318
Shareholders' Equity	--	--	10.036.945	10.036.945
<b>Total Liabilities</b>	<b>46.696.678</b>	<b>9.760.600</b>	<b>45.432.985</b>	<b>101.890.263</b>
<b>Prior Period -1 January - 30 September 2022</b>				
Net Interest Income	500.882	1.483.394	(498.453)	1.485.823
Net Fees and Commission Income	240.087	95.524	(896)	334.715
Dividend Income	--	--	160.000	160.000
Trading Income / Loss (Net)	202.065	395.678	1.560.362	2.158.105
Other Operating Income	359.425	294.867	12.927	667.219
Expected Credit Loss (-)	(139.497)	(132.076)	(219.173)	(490.746)
Other Provision Expenses	--	(211.117)	(257.544)	(468.661)
Personnel and Other Operating Expense	(789.151)	(480.534)	(57.806)	(1.327.491)
Partnerships using the Equity Method Profit/Loss	--	--	--	--
<b>Net Profit/(Loss) for the Period</b>	<b>373.811</b>	<b>1.445.736</b>	<b>699.417</b>	<b>2.518.964</b>
Tax Provision	--	--	(528.740)	(528.740)
<b>After Tax Profit/Loss</b>	<b>373.811</b>	<b>1.445.736</b>	<b>170.677</b>	<b>1.990.224</b>
<b>Prior Period -31 December 2022</b>				
Segment Assets	9.596.200	29.457.603	34.065.827	73.119.630
Associates and Subsidiaries	--	--	961.996	961.996
<b>Total Assets</b>	<b>9.596.200</b>	<b>29.457.603</b>	<b>35.027.823</b>	<b>74.081.626</b>
Segment Liabilities	29.479.504	9.406.657	28.613.793	67.499.954
Shareholders' Equity	--	--	6.581.672	6.581.672
<b>Total Liabilities</b>	<b>29.479.504</b>	<b>9.406.657</b>	<b>35.195.465</b>	<b>74.081.626</b>

### XXIV. Profit reserves and distribution of the profit

In financial statements, except legal reserves, retained earnings can be distributed on condition that it has legal reserve requirement explained below.

Legal reserves are consisted of first and second reserves as determined in Turkish Commercial Code (TCC). First legal reserve is appropriated by TCC at the rate of 5%, until the total reserve is equal to 20% of issued and fully paid-in share capital. Second legal reserve, appropriated at the rate of 10% of distributions in excess of 5% of issued and fully paid-in share capital, but holding companies are not subject to such transaction. According to the Turkish Commercial Code, legal reserves can only be used to compensate accumulated losses and cannot be used for other purposes unless they exceed 50% of paid-in capital.

In the Ordinary General Assembly Meeting of the Bank held on 30 March 2023, it has been decided to allocate TL 132.699 as legal reserves, TL 425.000 for special funds and TL 2.096.279 as extraordinary reserves from the remaining TL 2.653.978 after deducting previous year losses (interest expense of the issued Tier1 security with the amount of TL 100.000 nominal followed under shareholders' equity) of TL 17.375 from TL 2.671.353 net profit after tax for 2022.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### XXV. Earnings Per Share

Earnings per share disclosed in the statement of profit or loss are calculated by dividing net profit for the year by the weighted average number of shares outstanding during the related period concerned.

	30 September 2023	30 September 2022
Net Profit / (Loss) distributable to Common Shares	3.339.500	1.990.097
Average Number of Issued Common Shares (Thousand))	135.772.255	119.903.227
<b>Earnings Per Share (Amounts presented as full TL)</b>	<b>0,02460</b>	<b>0,01660</b>

In Turkey, companies can increase their share capital by distributing “bonus shares” to existing shareholders from retained earnings. For the purpose of earnings per share computations, the weighted average number of shares outstanding during the year has been adjusted in respect of bonus shares issued without a corresponding change in resources by giving them a retroactive effect for the year in which they were issued and for each earlier period. In case bonus shares are distributed after the balance sheet date but before the preparation of the financial statements, earnings per share is calculated considering the new number of shares.

Fiba Portföy Yönetimi A.Ş., the financial subsidiary of the Bank, made a bonus issue of TL 22.000 on 23 May 2023 (31 December 2022: TL 2.500).

### XXVI. Cash and Cash Equivalent Assets

Cash, cash in transit, purchased bank cheques and demand deposits including balance with Central Bank are considered as “Cash”; interbank money market placements and time deposits at banks with original maturity periods of less than three months and receivables from reverse repo are considered as “Cash Equivalents”. Required reserves kept in Central Bank under blocked account are not “Cash Equivalents” in the statement of cash flows.

### XXVII. Classifications

As of 31 December 2022, the amount of TL 106.250 shown in the “Current Tax Liabilities” has been netted from the “Deferred Tax Asset” account.

### XXVIII. Other Disclosures

None.

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### SECTION FOUR

#### INFORMATION ON CONSOLIDATED FINANCIAL POSITION AND RISK MANAGEMENT

Total capital and capital adequacy ratio have been calculated in accordance with the “Regulation on Equity of Banks” and “Regulation on Measurement and Assessment of Capital Adequacy of Banks”.

As of 30 September 2023, the Group’s total capital has been calculated as TL 13.943.517 and the capital adequacy ratio is 21,14% (As of 31 December 2022, the Group’s total capital amounted to TL 9.202.337 and the capital adequacy ratio was 19,51%).

#### I. Information related to the components of consolidated shareholders’ equity:

	Current Period (30/09/2023) Amount	Amount as per the regulation before 1/1/2014
<b>TIER I CAPITAL</b>		
Paid-in capital to be entitled for compensation after all creditors	1.357.723	
Share Premium	128.678	
Reserves	3.778.051	
Other comprehensive income according to TAS	1.371.709	
Profit	3.341.363	
Current period profit	3.340.008	
Prior period profit	1.355	
Bonus shares from associates, subsidiaries and joint-ventures not accounted in current period's profit	24.255	
<b>Tier I Capital Before Deductions</b>	<b>10.001.779</b>	
<b>Deductions From Tier I Capital</b>		
Valuation adjustments calculated as per the article 9. (i) of the Regulation on Bank Capital	--	--
Current and prior periods’ losses not covered by reserves, and losses accounted under equity according to TAS (*)	65.134	--
Improvement costs for operational leasing	36.145	--
Goodwill and other intangible assets and related deferred taxes	--	--
Other intangibles other than mortgage-servicing rights (net of related tax liability)	1.427.833	--
Excess amount arising from deferred tax assets from temporary differences	541.500	--
Differences arise when assets and liabilities not held at fair value, are subjected to cash flows hedge accounting	--	--
Total credit losses that exceed total expected loss calculated according to the Regulation on Calculation of Credit Risk by Internal Ratings Based Approach	--	--
Securitization gains	--	--
Unrealised gains and losses due to the changes in own credit risk on fair valued liabilities	--	--

(\*) Within the scope of BRSA’s related letter dated March 23, 2020 and numbered 3397, securities with negative net valuation differences among the securities in the “Securities at Fair Value through Other Comprehensive Income” portfolio owned by the Bank are not taken into account in the equity calculation.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

	Current Period (30/09/2023) Amount	Amount as per the regulation before 1/1/2014 *
Net amount of defined benefit plans	--	--
Direct and indirect investments of the Bank on its own Tier I Capital	--	--
Shares obtained against Article 56, Paragraph 4 of the Banking Law	--	--
Total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or less of the issued share capital exceeding the 10% threshold of above Tier I Capital	--	--
Total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or more of the issued share capital exceeding the 10% threshold of above Tier I Capital	--	--
Mortgage servicing rights exceeding the 10% threshold of Tier I Capital	--	--
Net deferred tax assets arising from temporary differences exceeding the 10% threshold of Tier I Capital	--	--
Amount exceeding 15% threshold of Tier I Capital as per the Article 2, Clause 2 of the Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks	--	--
The portion of net long position of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or more of the issued share capital not deducted from Tier I Capital	--	--
Excess amount arising from mortgage servicing rights	--	--
Excess amount arising from deferred tax assets from temporary differences	--	--
Other items to be defined by the BRSA	--	--
Deductions from Tier I Capital in cases where there are no adequate Additional Tier I or Tier II Capitals	--	--
<b>Total Deductions From Common Equity Tier I Capital</b>	<b>2.070.612</b>	--
<b>Total Common Equity Tier I Capital</b>	<b>7.931.167</b>	--
<b>ADDITIONAL TIER I CAPITAL</b>		
Preferred stock not included in Tier I capital and the related share premiums	--	--
Debt instruments and the related issuance premiums defined by the BRSA	100.000	--
Debt instruments and the related issuance premiums defined by the BRSA (Covered by Temporary Article 4)	--	--
<b>Additional Core Capital before Deductions</b>	<b>100.000</b>	--
<b>Deductions from Additional Core Capital</b>	--	--
Direct and indirect investments of the Bank on its own Additional Tier I Capital	--	--
Investments in equity instruments issued by Banks or financial institutions invested in Bank's Additional Tier I Capital and having conditions stated in the Article 7 of the Regulation	--	--
The total of net long position of the direct or indirect investments in Additional Tier I Capital of unconsolidated banks and financial institutions where the Bank owns more than 10% of the issued share capital	--	--

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

	Current Period (30/09/2023) Amount	Amount as per the regulation before 1/1/2014 *
The total of net long position of the direct or indirect investments in Additional Tier I Capital of unconsolidated banks and financial institutions where the Bank owns more than 10% of the issued share capital	--	--
Other items to be defined by the BRSA	--	--
<b>Items to be Deducted from Tier I Capital during the Transition Period</b>		
Goodwill and other intangible assets and related deferred tax liabilities which will not be deducted from Common Equity Tier I capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	--	--
Net deferred tax asset/liability not deducted from Tier I Capital as per the Temporary Article 2, Clause 1 of the Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks (-)	--	--
Deduction from Additional Tier I Capital when there is not enough Tier II Capital (-)	--	--
<b>Total Deductions from Additional Tier I Capital</b>	--	--
<b>Total Additional Tier I Capital</b>	<b>100.000</b>	--
<b>Total Tier I Capital (Tier I Capital=Common Equity+Additional Tier I Capital)</b>	<b>8.031.167</b>	--
<b>TIER II CAPITAL</b>		
Debt instruments and share issue premiums deemed suitable by the BRSA (**)	5.205.603	--
Debt instruments and share issue premiums deemed suitable by BRSA (Temporary Article 4)	--	--
Provisions (Article 8 of the Regulation on the Equity of Banks)	709.461	--
<b>Tier II Capital before Deductions</b>	<b>5.915.064</b>	--
<b>Deductions from Tier II Capital</b>		
Direct and indirect investments of the Bank on its own Tier II Capital (-)	--	--
Investments in equity instruments issued by banks and financial institutions invested in Bank's Tier II Capital and having conditions stated in the Article 8 of the Regulation	--	--
Total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or less of the issued share capital exceeding the 10% threshold of above Tier I Capital (-)	2.714	--
Total of net long position of the direct or indirect investments in Additional Tier I Capital and Tier II Capital of unconsolidated banks and financial institutions where the Bank owns 10% or more of the issued share capital exceeding the 10% threshold of Tier I Capital (-)	--	--
Other items to be defined by the BRSA (-)	--	--
<b>Total Deductions from Tier II Capital</b>	<b>2.714</b>	--
<b>Total Tier II Capital</b>	<b>5.912.350</b>	--
<b>Total Equity (Total Tier I and Tier II Capital)</b>	<b>13.943.517</b>	--

(\*\*) Tier-II bond, the remaining maturity of which is below 5 years, is taken into consideration after 20% of amortization in Tier II capital calculations in accordance with "Regulation on Equities of Banks".

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

	Current Period (30/09/2023) Amount	Amount as per the regulation before 1/1/2014 *
<b>Total Tier I Capital and Tier II Capital ( Total Equity)</b>	<b>13.943.517</b>	
Loans granted against the Articles 50 and 51 of the Banking Law	--	--
Net book values of movables and immovable exceeding the limit defined in the Article 57, Clause 1 of the Banking Law and the assets acquired against overdue receivables and held for sale but retained more than five years	--	--
Other items to be defined by the BRSA	--	--
<b>Items to be Deducted from the Sum of Tier I and Tier II Capital (Capital) During the Transition Period</b>	<b>--</b>	<b>--</b>
The portion of total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or less of the issued share capital exceeding the 10% threshold of above Tier I Capital not deducted from Tier I Capital, Additional Tier I Capital or Tier II Capital as per the Temporary Article 2, Clause 1 of the Regulation	--	--
The portion of total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns more than 10% of the issued share capital exceeding the 10% threshold of above Tier I Capital not deducted from Additional Tier I Capital or Tier II Capital as per the Temporary Article 2, Clause 1 of the Regulation	--	--
The portion of net long position of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or more of the issued share capital, of the net deferred tax assets arising from temporary differences and of the mortgage servicing rights not deducted from Tier I Capital as per the Temporary Article 2, Clause 2, Paragraph (1) and (2) and Temporary Article 2, Clause 1 of the Regulation	--	--
<b>EQUITY</b>	<b>13.943.517</b>	
<b>Total Capital ( Total of Tier I Capital and Tier II Capital )</b>	<b>13.943.517</b>	--
<b>Total Risk Weighted Assets (****)</b>	<b>65.958.771</b>	--
<b>CAPITAL ADEQUACY RATIOS</b>		
Core Capital Adequacy Ratio (%)	12,02	--
Tier I Capital Adequacy Ratio (%)	12,18	--
Capital Adequacy Ratio (%)	21,14	--
<b>BUFFERS</b>		
Total Additional Core Capital Requirement Ratio (a+b+c)	2,52	--
a) Capital Conservation Buffer Requirement (%)	2,50	--
b) Bank-specific Counter-Cyclical Buffer Requirement(%)	0,02	--
c) Systemically Important Banks Buffer Requirement Ratio (%)	--	--

(\*\*\*\*) As of 30 September 2023, the Central Bank's foreign exchange buying rate of 31 December 2022 is used.

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

	Current Period (30/09/2023) Amount	Amount as per the regulation before 1/1/2014 *
The ratio of Additional Common Equity Tier I capital which will be calculated by the first paragraph of the Article 4 of Regulation on Capital Conservation and Countercyclical Capital Buffers to risk weighted assets (%)	6,18	--
<b>Amounts lower than Excesses as per Deduction Rules</b>	--	--
Remaining total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or less of the issued share capital	--	--
Remaining total of net long positions of the investments in Tier I Capital of unconsolidated banks and financial institutions where the Bank owns more than 10% or less of the Tier I Capital	--	--
Remaining mortgage servicing rights	--	--
Net deferred tax assets arising from temporary differences	--	--
<b>Limits for Provisions Used in Tier II Capital Calculation</b>	--	--
General provisions for standard based receivables (before one hundred and twenty five per ten thousand limitation)	788.965	--
Up to 1,25% of total risk-weighted amount of general provisions for receivables where the standard approach used	709.461	--
Total loan provision that exceeds total expected loss calculated according to Communiqué on Calculation of Credit Risk by Internal Ratings Based Approach	--	--
Total loan provision that exceeds total expected loss calculated according to Communiqué on Calculation of Credit Risk by Internal Ratings Based Approach, limited by 0,6% risk weighted assets	--	--
<b>Debt Instruments Covered by Temporary Article 4 (effective between 01/01/2018-01/01/2022)</b>	--	--
Upper limit for Additional Tier I Capital items subject to Temporary Article 4	--	--
Amount of Additional Tier I Capital items subject to Temporary Article 4 that exceeds upper limit	--	--
Upper limit for Additional Tier II Capital items subject to Temporary Article 4	--	--
Amount of Additional Tier II Capital items subject to Temporary Article 4 that exceeds upper limit	--	--

(\*) The amounts to be considered under the transitional provisions.

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

	Prior Period (31/12/2022) Amount	Amount as per the regulation before 1/1/2014 (*)
<b>TIER I CAPITAL</b>		
Paid-in capital to be entitled for compensation after all creditors	1.357.723	--
Share premium	128.678	--
Reserves (**)	1.100.387	--
Other comprehensive income according to TAS	1.244.065	--
Profit	2.720.589	--
Current period profit	2.720.589	--
Prior period profit	--	--
Bonus shares from associates, subsidiaries and joint-ventures not accounted in current period's profit	2.475	--
<b>Tier I Capital Before Deductions</b>	<b>6.553.917</b>	--
<b>Deductions From Tier I Capital</b>		
Valuation adjustments calculated as per the Article 9 (i) of the Regulation on Bank Capital	--	--
Current and prior periods' losses not covered by reserves, and losses accounted under equity according to TAS (*)	72.324	--
Improvement costs for operational leasing	17.594	--
Goodwill and other intangible assets and related deferred taxes	--	--
Other intangibles other than mortgage-servicing rights (net of related tax liability)	1.130.936	--
Excess amount arising from deferred tax assets from temporary differences	330.000	--
Differences arise when assets and liabilities not held at fair value, are subjected to cash flows hedge accounting	--	--
Total credit losses that exceed total expected loss calculated according to the Regulation on Calculation of Credit Risk by Internal Ratings Based Approach	--	--
Securitization gains	--	--
Unrealised gains and losses due to the changes in own credit risk on fair valued liabilities	--	--

(\*) Based on the decision of BRSA, dated 23 March 2020 and numbered 3397, if the net valuation differences of the securities held by banks in the portfolio of "Financial Assets at Fair Value through Other Comprehensive Income" are negative, they are not included in the capital calculation.

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

	Prior Period (31/12/2022) Amount	Amount as per the regulation before 1/1/2014 (*)
Net amount of defined benefit plans	--	--
Direct and indirect investments of the Bank on its own Tier I Capital	--	--
Shares obtained against Article 56, Paragraph 4 of the Banking Law	--	--
Total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or less of the issued share capital exceeding the 10% threshold of above Tier I Capital	--	--
Total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or more of the issued share capital exceeding the 10% threshold of above Tier I Capital	--	--
Mortgage servicing rights exceeding the 10% threshold of Tier I Capital	--	--
Net deferred tax assets arising from temporary differences exceeding the 10% threshold of Tier I Capital	--	--
Amount exceeding the 15% threshold of Tier I Capital as per the Article 2, Clause 2 of the Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks	--	--
The portion of net long position of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or more of the issued share capital not deducted from Tier I Capital	--	--
Excess amount arising from mortgage servicing rights	--	--
Excess amount arising from deferred tax assets from temporary differences	--	--
Other items to be defined by the BRSA	--	--
Deductions from Tier I Capital in cases where there are no adequate Additional Tier I or Tier II Capitals	--	--
<b>Total Deductions From Common Equity Tier I Capital</b>	<b>1.550.854</b>	--
<b>Total Common Equity Tier I Capital</b>	<b>5.003.063</b>	--
<b>ADDITIONAL TIER I CAPITAL</b>		
Preferred stock not included in Tier I capital and the related share premiums	--	--
Debt instruments and the related issuance premiums defined by the BRSA	100.000	--
Debt instruments and the related issuance premiums defined by the BRSA (Covered by Temporary Article 4)	--	--
<b>Additional Core Capital before Deductions</b>	<b>100.000</b>	--
<b>Deductions from Additional Core Capital</b>	--	--
Direct and indirect investments of the Bank on its own Additional Tier I Capital	--	--
Investments in equity instruments issued by Banks or financial institutions invested in Bank's Additional Tier I Capital and having conditions stated in the Article 7 of the Regulation	--	--
The total of net long position of the direct or indirect investments in Additional Tier I Capital of unconsolidated banks and financial institutions where the Bank owns more than 10% of the issued share capital	--	--

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

	Prior Period (31/12/2022) Amount	Amount as per the regulation before 1/1/2014 (*)
The total of net long position of the direct or indirect investments in Additional Tier I Capital of unconsolidated banks and financial institutions where the Bank owns more than 10% of the issued share capital	--	--
Other items to be defined by the BRSA	--	--
<b>Items to be Deducted from Tier I Capital during the Transition Period</b>		
Goodwill and other intangible assets and related deferred tax liabilities which will not deducted from Common Equity Tier I capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	--	--
Net deferred tax asset/liability not deducted from Tier I Capital as per the Temporary Article 2, Clause 1 of the Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks (-)	--	--
Deduction from Additional Tier I Capital when there is not enough Tier II Capital (-)	--	--
<b>Total Deductions from Additional Tier I Capital</b>	--	--
<b>Total Additional Tier I Capital</b>	<b>100.000</b>	--
<b>Total Tier I Capital (Tier I Capital=Common Equity+Additional Tier I Capital)</b>	<b>5.103.063</b>	--
<b>TIER II CAPITAL</b>		
Debt instruments and share issue premiums deemed suitable by the BRSA	3.555.430	--
Debt instruments and share issue premiums deemed suitable by BRSA (Temporary Article 4)	--	--
Provisions (Article 8 of the Regulation on the Equity of Banks)	543.844	--
<b>Tier II Capital before Deductions</b>	<b>4.099.274</b>	--
<b>Deductions from Tier II Capital</b>		
Direct and indirect investments of the Bank on its own Tier II Capital	--	--
Investments in equity instruments issued by banks and financial institutions invested in Bank's Tier II Capital and having conditions stated in the Article 8 of the Regulation	--	--
Total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or less of the issued share capital exceeding the 10% threshold of above Tier I Capital	--	--
Total of net long position of the direct or indirect investments in Additional Tier I Capital and Tier II Capital of unconsolidated banks and financial institutions where the Bank owns 10% or more of the issued share capital exceeding the 10% threshold of Tier I Capital	--	--
Other items to be defined by the BRSA	--	--
<b>Total Deductions from Tier II Capital</b>	--	--
<b>Total Tier II Capital</b>	<b>4.099.274</b>	--
<b>Total Equity (Total Tier I and Tier II Capital)</b>	<b>9.202.337</b>	--

(\*\*) Tier-II bond, the remaining maturity of which is below 5 years, is taken into consideration after 20% of amortization in Tier II capital calculations in accordance with "Regulation on Equities of Banks"

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

	Prior Period (31/12/2022) Amount	Amount as per the regulation before 1/1/2014 (*)
<b>Total Tier I Capital and Tier II Capital ( Total Equity)</b>	<b>9.202.337</b>	
Loans granted against the Articles 50 and 51 of the Banking Law	--	--
Net book values of movables and immovable exceeding the limit defined in the Article 57, Clause 1 of the Banking Law and the assets acquired against overdue receivables and held for sale but retained more than five years	--	--
Other items to be defined by the BRSA	--	--
<b>Items to be Deducted from the Sum of Tier I and Tier II Capital (Capital) During the Transition Period</b>	<b>--</b>	<b>--</b>
The portion of total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank Owns 10% or less of the issued share capital exceeding the 10% threshold of above Tier I Capital not deducted from Tier I Capital, Additional Tier I Capital or Tier II Capital as per the Temporary Article 2, Clause 1 of the Regulation	--	--
The portion of total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the bank owns more than 10% of the issued share capital exceeding the 10% threshold of above Tier I Capital not deducted from Additional Tier I Capital or Tier II Capital as per the Temporary Article 2, Clause 1 of the Regulation	--	--
The portion of net long position of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or more of the issued share capital, of the net deferred tax assets arising from temporary differences and of the mortgage servicing rights not deducted from Tier I Capital as per the Temporary Article 2, Clause 2, Paragraph (1) and (2) and Temporary Article 2, Clause 1 of the Regulation	--	--
<b>EQUITY</b>	<b>9.202.337</b>	
<b>Total Capital ( Total of Tier I Capital and Tier II Capital )</b>	<b>9.202.337</b>	<b>--</b>
<b>Total Risk Weighted Assets</b>	<b>47.178.655</b>	<b>--</b>
<b>CAPITAL ADEQUACY RATIOS<sup>(****)</sup></b>		
Core Capital Adequacy Ratio (%)	10,61	--
Tier I Capital Adequacy Ratio (%)	10,82	--
Capital Adequacy Ratio (%)	19,51	--
<b>BUFFERS</b>		
Total Additional Core Capital Requirement Ratio (a+b+c)	2,51	--
a) Capital Conservation Buffer Requirement (%)	2,50	--
b) Bank-specific Counter-Cyclical Buffer Requirement(%)	0,01	--
c) Systemically Important Banks Buffer Requirement Ratio (%)	--	--

(\*\*\*\*) As of 30 September 2023, the Central Bank's foreign exchange buying rate for 31 December 2022 was used.

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

	Prior Period (31/12/2022) Amount	Amount as per the regulation before 1/1/2014 (*)
The ratio of Additional Common Equity Tier I capital which will be calculated by the first paragraph of the Article 4 of Regulation on Capital Conservation and Countercyclical Capital buffers to risk weighted assets (%)	4,82	--
<b>Amounts lower than Excesses as per Deduction Rules</b>	--	--
Remaining total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or less of the issued share capital	--	--
Remaining total of net long positions of the investments in Tier I Capital of unconsolidated banks and financial institutions where the Bank owns more than 10% or less of the Tier I Capital	--	--
Remaining mortgage servicing rights	--	--
Net deferred tax assets arising from temporary differences	--	--
<b>Limits for Provisions Used in Tier II Capital Calculation</b>	--	--
General provisions for standard based receivables (before one hundred and twenty five per ten thousand limitation)	807.653	--
Up to 1,25% of total risk-weighted amount of general reserves for receivables where the standard approach used	543.844	--
Total loan provision that exceeds total expected loss calculated according to Communiqué on Calculation of Credit Risk by Internal Ratings Based Approach	--	--
Total Loan Provision that Exceeds Total Expected Loss Calculated According to Communiqué on Calculation of Credit Risk by Internal Ratings Based Approach, Limited by 0,6% Risk Weighted Assets	--	--
<b>Debt Instruments Covered by Temporary Article 4 (effective between 1.1.2018-1.1.2022)</b>	--	--
Upper Limit for Additional Tier I Capital Items subject to Temporary Article 4	--	--
Amount of Additional Tier I Capital Items Subject to Temporary Article 4 that Exceeds Upper Limit	--	--
Upper Limit for Additional Tier II Capital Items subject to Temporary Article 4	--	--
Amount of Additional Tier II Capital Items Subject to Temporary Article 4 that Exceeds Upper Limit	--	--

(\*) The amounts to be considered under the transitional provisions

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### Explanations on reconciliation of shareholder's equity items to balance sheet:

The difference between "Equity" in equity table and "Shareholder's Equity" in the consolidated balance sheet mainly arises from the subordinated bonds and general provisions. In the calculation of Total Capital, general reserve up to 1,25% of credit risk is taken into consideration as Tier II Capital.

On the other hand, in the calculation of the "Equity", improvement costs for operational leases presented under tangible assets in the balance sheet, together with related deferred tax liabilities and deferred tax assets calculated for provision for possible losses and other items defined by the regulator are taken into consideration as amounts deducted from Total Capital.

In addition, in accordance with the BRSA's Decision dated 16 April 2020 and numbered 8999, 0% risk weight can be applied to the receivables of banks from the Central Government of the Republic of Turkey and issued in foreign currency, in accordance with the Standard Approach, within the scope of the Regulation on the Measurement and Evaluation of the Capital Adequacy of Banks, In case that the net valuation differences of the securities in the securities portfolio whose value difference is reflected to other comprehensive income are negative, these differences are not taken into account in the equity amount to be used for the capital adequacy ratio. There are no securities in the bank within this scope.

### Debt instruments included in shareholder's equity calculation(\*):

Issuer	Fibabanka A.Ş.	Fibabanka A.Ş.
Code of debt instrument (CUSIP, ISIN etc.)	XS1386178237	TRSFIBA10016
Regulation of debt instrument	BRSA's "Regulation on Equities of Banks" dated 1 November 2006" and English Law	BRSA's "Regulation on Equities of Banks" dated 1 November 2006
<b>Consideration Status in Shareholders' Equity Calculation</b>		
Situation of being subject to practice of being taken into consideration with 10% deduction after 1/1/2015	No	No
Eligible at unconsolidated / consolidated	Unconsolidated and Consolidated	Unconsolidated and Consolidated
Type of debt instrument	Subordinated Security	Subordinated Security
Recognized amount in shareholders' equity calculation (As of the most recent reporting date - Thousand TL)	4.910.190	100.000
Nominal value of debt instrument (Thousand TL)	7.746.930	100.000
Related account of debt instrument	Subordinated Debt Instruments	Shareholders' Equity
Issuing date of debt instrument	24/03/16-10/05/17	20/03/19
Maturity structure of debt instrument (Demand/Time)	Time	Demand
Initial term of debt instrument	11 years	--
Issuer call subject to prior BRSA approval	Has pre-payment right	Has pre-payment right
Optional call date, reimbursement amount	24/11/2022; USD 300 million	13/03/2024; TL 100 million
Subsequent call date, if any	None	At the end of every 5th year following

(\*)The additional Tier 1 capital with a nominal amount of USD 30 million was early redeemed on 1 March 2022 with the approval of the BRSA, and the redemption amount was used in the cash capital increase realized in April 2022.

(\*\*) Tier-II bond, the remaining maturity of which is below 5 years, is taken into consideration after 20% of amortization in Tier II capital calculations in accordance with "Regulation on Equities of Banks".

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

<b>Interest/Dividend Payments</b>		
Fixed or floating interest/dividend payments	Floating interest Up to pay back option date 7,75% (5 years mid-swap rate+5,758%); afterwards current 5 years mid-swap rate+5,758%	Floating interest          8% additional return on TRLibor
Interest rate or index value of interest rate		
Whether there are any restriction to stop dividend payments or not	None	None
Feature of being fully optional, partially optional or obligatory	Obligatory	Optional
Whether there are any stimulant to repayment like interest rate hike or not	None	None
Feature of being cumulative or noncumulative	--	--
<b>Feature of being convertible bonds</b>		
If there are convertible bonds, trigger incidents cause this conversion	--	--
If there are convertible bonds, feature of full or partially conversion	--	--
If there are convertible bonds, rate of conversion	--	--
If there are convertible bonds, feature of conversion -obligatory or optional-	--	--
If there are convertible bonds, types of convertible instruments	--	--
If there are convertible bonds, exporter of convertible debt instruments	--	--
<b>Feature of value reduction</b>		
		Under the condition that unconsolidated and/or consolidated Tier I capital adequacy ratio drop below BRSA's ratio
If there are a feature of value reduction, trigger incidents cause this reduction	--	--
If there are a feature of value reduction, feature of full or partially reduction of value	--	Partially and totally
If there are a feature of value reduction, feature of being constant of temporary	--	--
If there are a feature of value reduction, mechanism of value incrementation	--	--
Claiming rank in case of winding up (Instrument that is just above debt instrument)	After the other borrowers except depositors Meets the conditions defined by 8th article, does not meet the conditions defined by 7th article.	After depositors, other borrowers and Tier II capital Meets the conditions defined by 7th article, does not meet the conditions defined by 8th article.
Whether meeting the conditions defined by 7th or 8th articles of Shareholders' Equity of Banks Regulation		
The conditions not met which were defined by 7th or 8th of the 7th or 8th articles of Shareholders' Equity of Banks Regulation	--	Cannot be converted to stock.

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### II. Explanations on Consolidated Risk Management

Notes and explanations in this section have been prepared in accordance with the Communiqué on Disclosures about RWA flow statements of credit risk exposures under IRB Risk Management to Be Announced to Public by Banks that have been published in Official Gazette no. 29511 on 23 October 2015 and became effective as of 31 March 2016. Due to usage of standard approach for the calculation of capital adequacy by the Bank, the following tables which prepared annually basis have not been presented as of 30 September 2023:

- CR8 - RWA flow statements of credit risk exposures under IRB (Internal Ratings Based)
- CCR7 - RWA flow statements of CCR exposures under the Internal Model Method (IMM)
- MR2 - RWA flow statements of market risk exposures under an IMA

#### a. Overview of Risk Weighted Amounts

	Risk Weighted Amounts		Minumum Capital Requirements
	Current Period	Prior Period	Current Period
1 Credit risk (excluding counterparty credit risk) (CCR)	49.310.707	38.835.223	3.944.857
2 Of which standardised approach (SA)	49.310.707	38.835.223	3.944.857
3 Of which internal rating-based (IRB) approach	--	--	--
4 Counterparty credit risk	5.462.018	3.470.184	436.961
5 Of which standardised approach for counterparty credit risk (SA-CCR)	5.462.018	3.470.184	436.961
6 Of which internal model method (IMM)	--	--	--
7 Equity position in banking book under basic risk weighting or internal rating-based	--	--	--
8 Equity investments in funds - look-through approach	1.910.632	1.165.718	152.851
9 Equity investments in funds - mandate-based approach	--	--	--
10 Equity investments in funds - 1250% risk weighting approach	--	--	--
11 Settlement risk	--	2.088	--
12 Securitisation exposures in banking book	73.571	34.343	5.886
13 Of which IRB ratings-based approach (RBA)	--	--	--
14 Of which IRB supervisory formula approach (SFA)	--	--	--
15 Of which SA/simplified supervisory formula approach (SSFA)	--	--	--
16 Market risk	2.873.813	918.125	229.905
17 Of which standardised approach (SA)	2.873.813	918.125	229.905
18 Of which internal model approaches (IMM)	--	--	--
19 Operational risk	6.328.030	2.752.974	506.242
20 Of which basic indicator approach	6.328.030	2.752.974	506.242
21 Of which standardised approach	--	--	--
22 Of which advanced measurement approach	--	--	--
23 Amounts below the thresholds for deduction from capital (subject to 250% risk weight)	--	--	--
24 Floor adjustment	--	--	--
25 Total (1+4+7+8+9+10+11+12+16+19+23+24)	65.958.771	47.178.655	5.276.702

(\*) Exchange rates at 31 December 2022 were used in the reporting as at 30 September 2023.

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

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### III. Explanations on Consolidated Currency Risk

Position limit on currency risk is determined in line with net general position standard ratio on foreign currency. The Group does not take material foreign exchange and parity risk; transactions are usually hedged. Measurable and manageable risks are taken within legal limits.

As of 30 September 2023, the Group's net long position is TL 1.067.192 (31 December 2022: TL 1.062.156 net short position) resulting from long position on the balance sheet amounting to TL 2.340.953 (31 December 2022: TL 914.106 long position) and short position on the off-balance amounting to TL 1.273.761 (31 December 2022: TL 1.974.262 short position). The Bank uses "Standard Method" in legal reporting to measure the foreign exchange risk.

The announced foreign exchange buying rates of the Bank at balance sheet date and the previous five working days in full TL are as follows:

US Dollar purchase rate as at the balance sheet date	TL 27,3767
Euro purchase rate as at the balance sheet date	TL 29,0305

Date	USD	EURO
26 September 2023	27,1751	28,9027
27 September 2023	27,2108	28,8183
28 September 2023	27,2640	28,7853
29 September 2023	27,3767	29,0305
30 September 2023	27,3767	29,0305

The US Dollar buying rate is TL 26,9417 and EUR buying rate is TL 28,8286 (in full TL amounts) respectively, according to simple arithmetic average on September 2023.

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### III. Explanations on Consolidated Currency Risk (continued)

Current Period	EUR	USD	Other	Total
<b>Assets</b>				
Cash (Cash in Vault, Foreign Currency Cash, Money in Transit, Cheques Purchased, Precious Metal) and Balances with the CBRT	2.352.831	12.003.734	284.375	14.640.940
Due From Banks	402.340	1.855.019	681.652	2.939.011
Financial Assets at Fair Value through Profit/Loss (*)	15.651	122.278	--	137.929
Money Market Placements	275.851	821.552	--	1.097.403
Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI)	77.373	3.306.104	15.452	3.398.929
Loans and Receivables(**)	7.595.778	2.275.312	--	9.871.090
Investments in Assoc., Subsidiaries and Entities under Common Control (Joint Vent.)	--	--	--	--
Financial Assets Measured at Amortized Cost	1.906.192	4.890.499	--	6.796.691
Derivative Financial Assets Hedging Purposes	--	--	--	--
Tangible Assets	--	--	--	--
Intangible Assets	--	--	--	--
Other Assets (***)	6.662	7.157	1.285	15.104
<b>Total Assets</b>	<b>12.632.678</b>	<b>25.281.655</b>	<b>982.764</b>	<b>38.897.097</b>
<b>Liabilities</b>				
Bank Deposits	208.719	617.597	122.948	949.264
Foreign Currency Deposits	3.656.473	8.680.673	6.597.489	18.934.635
Money Market Borrowings	--	5.641.154	--	5.641.154
Funds Provided from Other Financial Institutions	321.036	3.940.895	--	4.261.931
Securities Issued(****)	--	6.518.949	--	6.518.949
Sundry Creditors	27.228	168.604	343	196.175
Derivative Fin. Liabilities for Hedging Purposes	--	--	--	--
Other Liabilities(*****)	9.742	32.311	11.983	54.036
<b>Total Liabilities</b>	<b>4.223.198</b>	<b>25.600.183</b>	<b>6.732.763</b>	<b>36.556.144</b>
<b>Net Bilanço Pozisyonu</b>	<b>8.409.480</b>	<b>(318.528)</b>	<b>(5.749.999)</b>	<b>2.340.953</b>
<b>Net Off-Balance Sheet Position</b>	<b>(8.648.261)</b>	<b>1.643.109</b>	<b>5.731.391</b>	<b>(1.273.761)</b>
Financial Derivative Assets (*****)	7.459.565	32.694.622	10.845.331	50.999.518
Financial Derivative Liabilities (*****)	16.107.826	31.051.513	5.113.940	52.273.279
Non-Cash Loans (*****)	74.892	193.975	--	268.867
<b>Prior Period</b>				
Total Assets	11.779.044	18.158.963	585.784	30.523.791
Total Liabilities	2.849.478	22.605.647	4.154.560	29.609.685
<b>Net Balance Sheet Position</b>	<b>8.929.566</b>	<b>(4.446.684)</b>	<b>(3.568.776)</b>	<b>914.106</b>
<b>Net Off-Balance Sheet Position</b>	<b>(9.262.236)</b>	<b>3.979.519</b>	<b>3.308.455</b>	<b>(1.974.262)</b>
Financial Derivative Assets (*****)	5.088.269	30.949.049	7.485.425	43.522.743
Financial Derivative Liabilities (*****)	14.350.505	26.969.530	4.176.970	45.497.005
<b>Non-Cash Loans</b>	<b>71.445</b>	<b>187.646</b>	<b>--</b>	<b>259.091</b>

(\*) Accruals of trading derivative financial assets amounting to TL 46.160 are not included.

(\*\*) Includes foreign currency indexed loans and accruals amounting to TL 36.823.

(\*\*\*) TL 2.421 of prepaid expenses are included.

(\*\*\*\*) Securities issued as subordinated loan classified under "Subordinated debt instruments - Other debt instruments" in the balance sheet are included.

(\*\*\*\*\*) TL 45.535 of accruals of derivative financial liabilities are not included.

(\*\*\*\*\*\*) In the current period, foreign currency purchase commitments within the financial derivative assets amounted to TL 5.836.784 (31 December 2022: TL 2.729.192), foreign currency sale commitments within the derivative financial liabilities amounted to TL 5.056.460 (31 December 2022: TL 2.514.435).

(\*\*\*\*\*\*) There is no effect on the net off-balance sheet position.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### IV. Explanations on Consolidated Interest Rate Risk

Interest sensitivity of assets, liabilities and off-balance sheet items are evaluated weekly by considering market developments in the Asset-Liability Committee.

Standard method and Asset-Liability risk measurement methods are used to measure the Group's interest rate risk.

Measurements by the standard method are carried out monthly by using maturity ladder. Bank applies interest rate shock analysis to interest rate sensitive assets and liabilities considering historic economic crisis. Change in the net present value of the net assets of the Bank are monitored within the limits set by the Board of Directors.

Interest rate sensitivity of assets, liabilities and off-balance sheet items (Based on repricing dates):

Current Period	Up to 1 month	1-3 Months	3-12 Months	1-5 Years	Over 5 Years	Non-interest Bearing	Total
<b>Assets</b>							
Cash (Cash in TL, Cash in Foreign Currency, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	17.723.547	..	..	..	..	4.302.366	22.025.913
Banks	2.269.496	..	..	..	..	1.885.793	4.155.289
Financial Assets at Fair Value Through Profit or Loss(*)	1.369.707	763.654	231.544	16	..	15.651	2.380.572
Interbank Money Market Placements	2.099.336	..	..	..	..	..	2.099.336
Financial Assets Measured at Fair Value through Other Comprehensive Income	1.924.509	1.673.313	2.757.091	1.834.836	405.667	4.897	8.600.313
Loans(**)	7.719.878	16.274.186	17.698.385	5.197.610	2.565.233	(655.578)	48.799.714
Financial Assets Measured at Amortized Cost	507.116	736.944	1.659.355	6.873.189	74.275	..	9.850.879
Other Assets(***)	..	..	..	..	..	3.978.247	3.978.247
<b>Total Assets</b>	<b>33.613.589</b>	<b>19.448.097</b>	<b>22.346.375</b>	<b>13.905.651</b>	<b>3.045.175</b>	<b>9.531.376</b>	<b>101.890.263</b>
<b>Liabilities</b>							
Bank Deposits	3.798.718	3.565.949	..	..	..	1.014.656	8.379.323
Other Deposits	33.301.369	10.073.993	398.721	292.606	..	12.390.522	56.457.211
Interbank Money Market Received	4.751.906	3.894.581	..	..	..	..	8.646.487
Sundry Creditors(****)	..	..	..	..	..	1.884.060	1.884.060
Marketable Securities Issued(****)	..	..	..	6.518.949	..	..	6.518.949
Funds Borrowed From Other Institutions	..	3.932.023	329.908	..	..	..	4.261.931
Other Liabilities(****)	793.210	426.182	173.404	125.143	1.589	14.222.774	15.742.302
<b>Total Liabilities</b>	<b>42.645.203</b>	<b>21.892.728</b>	<b>902.033</b>	<b>6.936.698</b>	<b>1.589</b>	<b>29.512.012</b>	<b>101.890.263</b>
Balance Sheet Long Position	..	..	21.444.342	6.968.953	3.043.586	..	31.456.881
Balance Sheet Short Position	(9.031.614)	(2.444.631)	..	..	..	(19.980.636)	(31.456.881)
Off-Balance Sheet Long Position	4.378	20.792	6.916	..	..	77.788.246	77.820.332
Off-Balance Sheet Short Position	(653.387)	(501.866)	(213.952)	..	..	(75.515.520)	(76.884.725)
<b>Total Position</b>	<b>(9.680.623)</b>	<b>(2.925.705)</b>	<b>21.237.306</b>	<b>6.968.953</b>	<b>3.043.586</b>	<b>(17.707.910)</b>	<b>935.607</b>

(\*) Includes derivative financial assets.

(\*\*) Non-performing loans of (TL 544.524) and related expected credit losses of (TL 430.902), expected credit losses for stage 1 of (TL 302.644) and for stage 2 of (TL 466.556) are presented in "non-interest bearing" column (Includes factoring receivables amounting to TL 218.188).

(\*\*\*) Non-interest bearing column includes TL 1.082.564 investments in subsidiaries, TL 852.964 tangible assets, TL 524.732 intangible assets, TL 765.560 tax asset, TL 10.912 assets held for sale, TL 747.784 other assets and TL 6.269 expected credit losses on financial assets.

(\*\*\*\*) Securities issued as subordinated loan classified under "Subordinated debt instruments - Other debt instruments" in the balance sheet are included.

(\*\*\*\*\*) Non-interest bearing column includes TL 10.036.945 shareholders' equity, TL 2.654.928 other liabilities, TL 2.168.312 provisions and TL 1.246.649 tax liabilities.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### IV. Explanations on Consolidated Interest Rate Risk (continued)

Interest rate sensitivity of assets, liabilities and off-balance sheet items (Based on repricing dates):

Prior Period	Up to 1 month	1-3 Months	3-12 Months	1-5 Years	Over 5 Years	Non-interest Bearing	Total
<b>Assets</b>							
Cash (Cash in TL, Cash in Foreign Currency, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	11.821.749	--	--	--	--	3.195.778	15.017.527
Banks	1.550.497	--	--	--	--	930.615	2.481.112
Financial Assets at Fair Value Through Profit or Loss(*)	892.046	290.107	308.457	5.786	--	12.684	1.509.080
Interbank Money Market Placements	1.636.551	--	--	--	--	--	1.636.551
Financial Assets Measured at Fair Value through Other Comprehensive Income	841.879	1.347.279	964.171	1.855.611	127.073	4.897	5.140.910
Loans(**)	36.238.099	1.749.353	1.052.590	13.761	--	(624.845)	38.428.958
Financial Assets Measured at Amortized Cost	48.530	935.170	764.309	5.257.392	60.573	--	7.065.974
Other Assets(***)	--	--	--	--	--	2.801.514	2.801.514
<b>Total Assets</b>	<b>53.029.351</b>	<b>4.321.909</b>	<b>3.089.527</b>	<b>7.132.550</b>	<b>187.646</b>	<b>6.320.643</b>	<b>74.081.626</b>
<b>Liabilities</b>							
Bank Deposits	1.238.850	6.073.119	--	--	--	660.705	7.972.674
Other Deposits	22.616.282	7.894.866	172.805	201.596	--	8.000.603	38.886.152
Interbank Money Market Received	1.349.852	2.120.013	--	--	--	--	3.469.865
Sundry Creditors	--	--	--	--	--	1.415.625	1.415.625
Marketable Securities Issued(****)	8.146.786	1.208.037	--	--	--	--	9.354.823
Funds Borrowed From Other Institutions	--	--	2.703.669	475.543	--	--	3.179.212
Other Liabilities(*****)	259.748	117.447	240.762	84.583	1.007	9.099.728	9.803.275
<b>Total Liabilities</b>	<b>33.611.518</b>	<b>17.413.482</b>	<b>3.117.236</b>	<b>761.722</b>	<b>1.007</b>	<b>19.176.661</b>	<b>74.081.626</b>
Balance Sheet Long Position	19.417.833	--	--	6.370.828	186.639	--	25.975.300
Balance Sheet Short Position	--	(13.091.573)	(27.709)	--	--	(12.856.018)	(25.975.300)
Off-Balance Sheet Long Position	60.001	300.001	492.356	21.215	--	63.202.787	64.076.360
Off-Balance Sheet Short Position	(60.000)	(300.000)	(492.357)	(21.215)	--	(62.626.564)	(63.500.136)
<b>Total Position</b>	<b>19.417.834</b>	<b>(13.091.572)</b>	<b>(27.710)</b>	<b>6.370.828</b>	<b>186.639</b>	<b>(12.279.795)</b>	<b>576.224</b>

(\*) Includes derivative financial assets.

(\*\*) Non-performing loans of TL 665.426 and related expected credit losses of TL 498.895, expected credit losses for stage 1 of TL 340.842 and for stage 2 of TL 450.534 are presented in "non-interest bearing" column (Includes factoring receivables amounting to TL 186.790).

(\*\*\*) Non-interest bearing column includes TL 961.996 investments in subsidiaries, TL 692.513 tangible assets, TL 243.652 intangible assets, TL 385.164 tax asset, TL 24.609 assets held for sale, TL 496.763 other assets and TL 3.183 expected credit losses on financial assets.

(\*\*\*\*) Securities issued as subordinated loan classified under "Subordinated debt instruments - Other debt instruments" in the balance sheet are included.

(\*\*\*\*\*) Non-interest bearing column includes TL 6.581.672 shareholders' equity, TL 1.904.380 other liabilities, TL 1.624.484 provisions and TL 404.817 tax liabilities.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### IV. Explanations on Consolidated Interest Rate Risk (continued)

#### Average interest rates applied to financial instruments

Current Period	EUR %	USD %	JPY %	TL %
<b>Assets</b>				
Cash (Cash in TL, Cash in Foreign Currency, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	--	--	--	--
Banks	--	5,53	--	31,10
Financial Assets at Fair Value Through Profit/ Loss	6,57	4,40	--	10,80
Interbank Money Market Placements	4,00	5,50	--	35,27
Financial Assets Measured at Fair Value through Other Comprehensive Income	6,57	7,63	--	25,79
Loans	7,92	8,91	--	28,05
Financial Assets Measured at Amortized Cost	4,91	5,74	--	16,61
<b>Liabilities</b>				
Bank Deposits	--	5,60	--	17,01
Other Deposits	1,28	3,98	--	30,01
Interbank Money Market Received	--	5,63	--	32,00
Sundry Creditors	--	--	--	--
Marketable Securities Issued(*)	--	9,80	--	--
Funds Borrowed from Other Financial Institutions	7,46	5,68	--	--

(\*) Includes subordinated debts, which are classified under "Subordinated Debts - Other Debt Instruments" in Balance Sheet, as well.

Prior Period	EUR %	USD %	JPY %	TL %
<b>Assets</b>				
Cash (Cash in TL, Cash in Foreign Currency, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	--	--	--	--
Banks	2,06	4,45	--	10,25
Financial Assets at Fair Value Through Profit/ Loss	--	4,40	--	16,31
Interbank Money Market Placements	1,95	4,55	--	--
Financial Assets Measured at Fair Value through Other Comprehensive Income	7,10	7,16	--	17,95
Loans	6,64	8,30	--	19,25
Financial Assets Measured at Amortized Cost	4,89	5,74	--	17,84
<b>Liabilities</b>				
Bank Deposits	--	4,40	--	5,77
Other Deposits	0,67	1,23	--	18,28
Interbank Money Market Received	--	4,90	--	11,28
Sundry Creditors	--	--	--	--
Marketable Securities Issued(*)	--	8,10	--	23,15
Funds Borrowed from Other Financial Institutions	4,14	5,84	--	--

(\*) Includes subordinated debts, which are classified under "Subordinated Debts - Other Debt Instruments" in Balance Sheet, as well.

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### V. Explanations on Consolidated Position Risk of Equity Securities Resulted from Banking Book

Equity investments	Comparison		
	Balance sheet Value	Fair Value	Market Value
<b>1.Equity Investment Group A</b>	-	-	-
Listed on the stock exchange	-	-	-
<b>1.Equity Investment Group B</b>	-	-	-
Listed on the stock exchange	-	-	-
<b>1.Equity Investment Group C</b>	-	-	-
Listed on the stock exchange	-	-	-
<b>1.Equity Investment Group Other(*)</b>	<b>15.644</b>	-	-

(\*) As of 30 September 2023, the Central Bank's foreign exchange buying rate for 31 December 2022 was used.

### VI. Explanations on Consolidated Liquidity Risk and Liquidity Coverage Ratio

The Board of Directors reviews the liquidity and funding risk management policy weekly or in case of necessity. Liquidity risk is managed by Asset and Liability Committee (ALCO) in line with risk management policy as short and long term liquidity risk.

Liquidity Risk is managed by ALCO in order to take the necessary actions in a timely and correct manner against possible liquidity shortages. Treasury department manages cash inflows and outflows in line with strategies determined by ALCO. As deemed necessary by the ALCO members, liquidity meetings are performed for the purposes of close monitoring. Treasury department manages short term liquidity by adhering to the ALCO strategy and ensuring compliance with legal liquidity limits and stress testing.

In the context of TL and foreign currencies liquidity management, the Bank monitors the cash flows weekly and action plan is made based on ALCO decisions. The funding balance is directly monitored and compensated by making the risk-return-cost evaluation.

For long-term liquidity "Maturity Mismatch Report" is prepared and presented to ALCO on a weekly basis. The Bank, resulting from the general structure of Turkish banking sector, has a liquidity gap at the nine month maturity period. The Bank intends to eliminate liquidity mismatch shifting focus to long-term funding alternatives. Such decisions of the risk of incompatibility are taken by ALCO. The Bank diversifies its funding sources among customer deposits, domestic and foreign borrowings, bills and bonds issued, taking into consideration the maturity match between its assets and liabilities and keeps liquid assets in order to fully meet the liquidity requirements that may emerge in case of market volatility.

#### Information on the use of stress testing:

Department of Risk Management implements stress testing according to Liquidity and Funding Risk Policy approved by the Board of Directors on a weekly basis. These stress tests are based on the scenarios of the deposit outflows, funds obtained from bonds issued will outflows and banks limits will not be used during a 14-day period, the results are included in the presentation of ALCO on a weekly basis and in the Presentation of Risk Committee on a monthly basis. In this way, the Bank's funding structure is closely monitored and actions are taken on behalf of existing risk management.

Alternative funding sources are identified in case of need. ALCO members are responsible for taking actions against short-term liquidity shocks. In the case of a crisis or if deemed necessary, ALCO summon a meeting and take necessary actions immediately. These action plans are approved by the Board of Directors under the ICAAP. The Bank reviews resources that are available in any emergency situation constantly and takes into consideration the results of the above-mentioned stress testing and scenario analysis by the early warning system.

According to BRSA's "Legislation on Measurement and Assessment of Liquidity Adequacy of the Banks"; published in the Official Gazette numbered 28948, dated 21 March 2014; liquidity ratio is required to be 80% for foreign currency assets/liabilities and 100% for total assets/liabilities in the calculation of The Banks weekly and monthly reporting effective from 1 January 2019.

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### VI. Explanations on Consolidated Liquidity Risk and Liquidity Coverage Ratio (continued)

Current Period	Total Unweighted Value *		Total Weighted Value *	
	TL+FC	FC	TL+FC	FC
<b>HIGH-QUALITY LIQUID ASSETS</b>				
1			18.701.002	14.566.589
<b>CASH OUTFLOWS</b>				
2	46.502.369	17.366.081	4.251.910	1.735.176
3	7.855.624	--	392.382	--
4	38.646.745	17.366.081	3.859.528	1.735.176
5	16.720.874	5.580.573	12.536.156	4.072.480
6	--	--	--	--
7	6.935.976	2.456.376	2.771.863	988.236
8	9.784.898	3.124.197	9.764.293	3.084.244
9	--	--	200.255	200.255
10	7.588.052	1.614.331	1.812.912	1.380.375
11	1.359.467	1.351.861	1.359.467	1.351.861
12	--	--	--	--
13	6.228.585	262.470	453.445	28.514
14	--	--	--	--
15	44.292	119	44.292	119
16			18.845.525	7.388.405
<b>CASH INFLOWS</b>				
17	2.987	2.987	1.898	1.898
18	12.350.731	3.788.245	9.091.149	3.238.126
19	1.696.283	1.581.555	1.696.283	1.581.555
20	13.994.346	5.335.676	10.789.330	4.821.579
21			18.701.002	14.566.589
22			8.056.195	2.566.826
23			232,13	567,49

\*The average of last three months' liquidity coverage ratio calculated by weekly simple averages.

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### VI. Explanations on Consolidated Liquidity Risk and Liquidity Coverage Ratio (continued)

Prior Period	Total Unweighted Value *		Total Weighted Value *	
	TL+FC	FC	TL+FC	FC
<b>HIGH-QUALITY LIQUID ASSETS</b>				
1	Total high-quality liquid assets (HQLA)		11.799.883	8.797.945
<b>CASH OUTFLOWS</b>				
2	Deposits from natural persons and retail deposits		2.852.142	1.323.494
3	Stable deposits		218.129	..
4	Less stable deposits		2.634.013	1.323.494
5	Unsecured funding except for retail deposits and deposits from natural persons, of which:		7.351.422	3.376.172
6	Operational deposits		..	..
7	Non-Operational deposits		2.140.622	1.015.535
8	Other unsecured funding		5.210.800	2.360.637
9	Secured funding		185.095	185.095
10	Other cash outflows		832.231	552.035
11	Outflows related to derivative exposures and other collateral requirements		529.252	503.987
12	Outflows related to restructured financial instruments		..	..
13	Payment commitments granted for debts to financial markets and other off-balance sheet commitments		302.979	48.048
14	Other revocable off-balance sheet commitments and other contractual obligations		..	..
15	Other irrevocable or conditionally revocable off-balance sheet obligations		32.110	22
16	<b>TOTAL CASH OUTFLOWS</b>		<b>11.252.999</b>	<b>5.436.818</b>
<b>CASH INFLOWS</b>				
17	Secured receivables		11.181	11.181
18	Unsecured receivables		5.512.341	3.528.164
19	Other cash inflows		440.640	301.324
20	<b>TOTAL CASH INFLOWS</b>		<b>5.964.162</b>	<b>3.840.670</b>
21	<b>TOTAL HQLA</b>		<b>11.748.890</b>	<b>8.747.862</b>
22	<b>TOTAL NET CASH OUTFLOWS</b>		<b>5.330.672</b>	<b>2.047.436</b>
23	<b>LIQUIDITY COVERAGE RATIO (%)</b>		<b>220,40</b>	<b>427,26</b>

(\*) The average of last three months' liquidity coverage ratio calculated by weekly simple averages.

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### VI. Explanations on Consolidated Liquidity Risk and Liquidity Coverage Ratio (continued)

The table below shows the lowest, highest and average Liquidity Coverage of the 1 January - 30 September 2023 period.

Current Period	Highest	Date	Lowest	Date	Average
TL+FC	404,69%	21/07/2023	167,63%	14/08/2023	241,34%
FC	1095,87%	04/08/2023	291,48%	05/07/2023	581,47%

Prior Period	Highest	Date	Lowest	Date	Average
TL+FC	592,62%	19/12/2022	132,81%	01/10/2022	244,48%
FC	1410,89%	20/12/2022	147,72%	03/10/2022	513,92%

The Bank implements the calculation in accordance with the Regulation of Liquidity Coverage Ratio Calculation of Banks dated 21 March 2014 and numbered 28948 published in the Official Gazette. As per the related regulation high quality liquid assets are mainly securities portfolio, cash assets and reserve requirements. The important factors affecting the results of the liquidity coverage ratio are the changes in the remaining maturities of the items and changes in the amounts of deposits and money market transactions, the remaining maturities of which are less than 30 days. Deposits form a significant portion of the Bank's sources of funds, on the other hand bonds issued, money market borrowings, funds provided from abroad are other important sources of funding.

The Bank calculates cash outflows and transactions that are complete collateral arising from derivative transactions, taking into account the 24-month averages in accordance, with The Bank implements with the Regulation of Liquidity Coverage Ratio Calculation of Banks published in the Official Gazette dated 21 March 2014 and numbered 28948.

According to the Regulation on Calculating the Liquidity Coverage Ratio of Banks, the liquidity ratio must be at least 80% for foreign currency and at least 100% for total. The utmost care is taken about compliance with these ratios and there is no discrepancy.

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### VI. Explanations on Consolidated Liquidity Risk and Liquidity Coverage Ratio (continued)

Presentation of assets and liabilities according to their remaining maturities:

Current Period	Demand	Up to 1 Month	1-3 Months	3-12 Months	1-5 Year	5 Years and Over	Unallocated*	Total
<b>Assets</b>								
Cash (Cash in TL, Cash in Foreign Currency, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	12,419,509	9,606,404	--	--	--	--	--	22,025,913
Banks	1,886,021	2,269,268	--	--	--	--	--	4,155,289
Financial Assets at Fair Value Through Profit or Loss(*)	15,651	1,369,707	763,653	231,535	16	10	--	2,380,572
Interbank Money Market Placements	--	2,099,336	--	--	--	--	--	2,099,336
Financial Assets Available-for-Sale	4,897	1,903,978	160,214	1,469,125	3,441,309	1,620,790	--	8,600,313
Loans (**)	--	13,092,023	15,533,682	15,051,482	4,215,141	1,562,964	(655,578)	48,799,714
Investment Securities Held-to-Maturity	--	452,625	736,944	1,278,165	7,196,027	187,118	--	9,850,879
Other Assets(***)	--	--	--	--	--	--	3,978,247	3,978,247
<b>Total Assets</b>	<b>14,326,078</b>	<b>30,793,341</b>	<b>17,194,493</b>	<b>18,030,307</b>	<b>14,852,493</b>	<b>3,370,882</b>	<b>3,322,669</b>	<b>101,890,263</b>
<b>Liabilities</b>								
Bank Deposits	1,014,656	3,798,718	3,565,949	--	--	--	--	8,379,323
Other Deposits	12,390,549	33,301,369	10,073,966	398,721	292,606	--	--	56,457,211
Funds Borrowed from Other Financial Institutions	--	--	3,932,023	329,908	--	--	--	4,261,931
Interbank Money Market Received	--	4,751,906	3,894,581	--	--	--	--	8,646,487
Marketable Securities Issued(****)	--	--	--	--	6,518,949	--	--	6,518,949
Sundry Creditors	--	1,884,060	--	--	--	--	--	1,884,060
Other Liabilities (*****)	--	309,008	1,449,055	261,915	137,070	2,146	13,583,108	15,742,302
<b>Total Liabilities</b>	<b>13,405,205</b>	<b>44,045,061</b>	<b>22,915,574</b>	<b>990,544</b>	<b>6,948,625</b>	<b>2,146</b>	<b>13,583,108</b>	<b>101,890,263</b>
<b>Net Liquidity Surplus / (Gap)</b>	<b>920,873</b>	<b>(13,251,720)</b>	<b>(5,721,081)</b>	<b>17,039,763</b>	<b>7,903,868</b>	<b>3,368,736</b>	<b>(10,260,439)</b>	<b>--</b>
<b>Net Off-Balance Sheet Position</b>								
Derivative Financial Assets	--	182,283	484,759	453,336	3	--	--	1,120,381
Derivative Financial Liabilities	--	40,679,156	24,330,872	6,829,380	3	--	--	71,839,411
Non-Cash Loans	--	29,260	82,795	226,956	60,331	375,706	--	775,048
<b>Prior Period</b>								
<b>Total Assets</b>	<b>5,759,627</b>	<b>24,294,856</b>	<b>12,575,057</b>	<b>14,544,834</b>	<b>11,242,408</b>	<b>3,488,175</b>	<b>2,176,669</b>	<b>74,081,626</b>
<b>Total Liabilities</b>	<b>8,661,326</b>	<b>30,646,155</b>	<b>17,788,974</b>	<b>3,620,722</b>	<b>4,739,694</b>	<b>1,873</b>	<b>8,622,882</b>	<b>74,081,626</b>
<b>Net Liquidity Gap</b>	<b>(2,901,699)</b>	<b>(6,351,299)</b>	<b>(5,213,917)</b>	<b>10,924,112</b>	<b>6,502,714</b>	<b>3,486,302</b>	<b>(6,446,213)</b>	<b>--</b>
<b>Net Off-Balance Sheet Position</b>	<b>--</b>	<b>706,247</b>	<b>140,225</b>	<b>189,334</b>	<b>2,675</b>	<b>--</b>	<b>--</b>	<b>1,038,481</b>
Derivative Financial Assets	--	32,242,402	23,407,184	5,025,055	798,051	--	--	61,472,692
Derivative Financial Liabilities	--	31,536,155	23,266,959	4,835,721	795,376	--	--	60,434,211
Non-Cash Loans	--	52,100	89,701	208,585	58,351	337,224	--	745,961

(\*) Includes derivatives financial assets.

(\*\*) Non-performing loans net-off related expected credit losses and expected credit losses for stage 1 and stage 2 loans are presented in "unallocated" column.

(\*\*\*) Certain assets on the balance sheet that are necessary for the Banking operations but not convertible into cash in the short term such as tangible assets, stationary supplies and prepaid expenses are included in this column.

(\*\*\*\*) Securities issued as subordinated loan classified under "Subordinated debt - Other debt instruments" in the balance sheet are also included.

(\*\*\*\*\*) Shareholders' equity and provisions are classified in other liabilities in unallocated column.

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### VI. Explanations on Consolidated Liquidity Risk and Liquidity Coverage Ratio (continued)

According to the communiqué of Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks published in the Official Gazette numbered 29450 and dated 19 August 2015, total amount of assets and risk in the consolidated financial statements prepared in accordance with Turkish Accounting Standards is shown below;

		Current Period (**)	Prior Period (**)
1	Total assets in consolidated financial statements prepared in accordance with Turkish Accounting Standards (*)	165.392.754	125.620.808
2	The difference between total assets prepared in accordance with Turkish Accounting Standards and total assets in consolidated financial statements prepared in accordance with the communiqué "Preparation of Consolidated Financial Statements"	--	--
3	The difference between the amounts of derivative financial instruments and credit derivatives in consolidated financial statements prepared in accordance with the communiqué "Preparation of Consolidated Financial Statements" and risk amounts of such instruments	(65.204.378)	(53.574.940)
4	The difference between the amounts of securities or commodity financing transactions in consolidated financial statements prepared in accordance with the communiqué "Preparation of Consolidated Financial Statements" and risk amounts of such instruments	--	--
5	The difference between the amounts of off-balance items in consolidated financial statements prepared in accordance with the communiqué "Preparation of Consolidated Financial Statements" and risk amounts of such items	--	--
6	Other differences between the amounts in consolidated financial statements prepared in accordance with the communiqué "Preparation of Consolidated Financial Statements" and risk amounts of such items	--	--
<b>7</b>	<b>Total risk amount (***)</b>	<b>100.188.376</b>	<b>72.045.868</b>

(\*) Consolidated financial statements prepared in compliance with Clause 6 of the article 5 of the communiqué "Preparation of Consolidated Financial Statements".

(\*\*) Represents nine month average amounts.

(\*\*\*) As of 30 September 2023, the Central Bank's foreign exchange buying rate for 31 December 2022 was used.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### VII. Explanations on Consolidated Leverage Ratio

The table of leverage level calculated in accordance with the Regulation on Assessment and Calculation of Banks' Leverage Level published in the Official Gazette numbered 28812 and dated 5 November 2013 shown below.

As of 30 September 2023, bank's consolidated leverage ratio calculated in accordance with the "Regulation on Assessment and Calculation of Banks' Leverage Level" is 7,82%. Minimum leverage ratio has to be 3% according to the regulation.

Balance sheet assets (**)	Current Period(*)	Prior Period(*)
1 Balance sheet items (excluding derivative financial instruments and credit derivatives but including collaterals)	86.143.842	60.838.240
2 (Assets deducted in determining Tier 1 capital)	(2.001.291)	(1.024.908)
3 Total balance sheet risks (sum of lines 1 and 2)	84.142.551	59.813.332
<b>Derivative financial instruments and credit derivatives</b>		
4 Replacement cost associated with all derivative financial instruments and credit derivatives	1.220.147	817.230
5 Potential credit risk associated with all derivative financial instruments and credit derivatives	475.355	494.159
6 Total risks of derivative financial instruments and credit derivatives (sum of lines 4 to 5)	1.695.502	1.311.389
<b>Securities or commodity financing transactions (SCFT)</b>		
7 Risks from SCFT assets (except for on-balance sheet)	1.646.838	1.475.280
8 Risks from brokerage activities related exposures	--	--
9 Total risks related with securities or commodity financing transactions (sum of lines 7 to 8)	1.646.838	1.475.280
<b>Off-balance sheet transactions</b>		
10 Gross notional amounts of off-balance sheet transactions	12.703.484	9.446.707
11 (Adjustments for conversion to credit equivalent amounts)	--	--
12 Total risks of off-balance sheet items (sum of lines 10 and 11)	12.703.484	9.446.707
<b>Capital and total risks</b>		
13 Tier 1 capital	7.964.787	5.461.287
14 Total risks (sum of lines 3, 6, 9 and 12)	100.188.375	72.046.708
<b>Leverage ratio</b>		
15 Leverage ratio	7,82	7,60

(\*)Represents three-month average amounts.

(\*\*) Exchange rates at 31 December 2022 were used in the reporting as at 30 September 2023.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### SECTION FIVE

#### EXPLANATIONS AND NOTES ON THE CONSOLIDATED FINANCIAL STATEMENTS

##### I. Explanations and disclosure related to the consolidated assets

##### 1. Information on cash and balances with the Central Bank of Turkey

	Current Period		Prior Period	
	TL	FC	TL	FC
Cash in TL /Foreign Currency	122.709	2.721.873	170.869	1.850.512
Balances with the Central Bank of Turkey	7.262.264	11.919.067	925.454	12.070.692
Other	--	--	--	--
<b>Total</b>	<b>7.384.973</b>	<b>14.640.940</b>	<b>1.096.323</b>	<b>13.921.204</b>

##### 1.1 Information related to the account of the Central Bank of Turkey

	Current Period		Prior Period	
	TL	FC	TL	FC
Unrestricted Demand Deposits	7.262.264	2.312.664	925.454	1.864.462
Unrestricted Time Deposits	--	4.380.272	--	6.575.320
Restricted Time Deposits	--	5.226.131	--	3.630.910
<b>Total</b>	<b>7.262.264</b>	<b>11.919.067</b>	<b>925.454</b>	<b>12.070.692</b>

According to the Communiqué on Required Reserves published in the Official Gazette dated 31 December 2022 and numbered 32060, the facility for maintainly Turkish lira reserve requirements in standard gold and scrap gold has been terminated as of 23 June 2023.

As of 30 September 2023, the required reserve rates for TL liabilities vary between 0% and 25% (31 December 2022: 3% and 8%) and for foreign currency liabilities between 5% and 29% (31 December 2022: 5% and 26%) according to their maturities as of 30 September 2023. As of 28 April 2023, the application of adding 5 points to the required reserve ratios determined for foreign currency deposits and precious metal deposit accounts for banks whose share of TL deposits in total deposits calculated for real and legal persons is below 57% has been abolished as of 18 August 2023.

The reserve requirement commission practice according to the share of Turkish Lira deposits in total deposits which were applied since 23 December 2022, has been changed as of 29 September 2023. An annual commission of 8% in USD will be applied over the reserve requirement amount placed at CBRT for foreign currency deposit and precious metal deposit accounts, for the banks whose rate of converted and renewed FC Protected TL Deposit Amounts and newly opened Real Person FC Protected TL Deposit Amounts below 100%. Having said that, if a bank achieves the target, but could not convert at least 5% of FC Protected TL Deposit Amounts to Conventional TL Deposit; then a discounted commission rate according to deficient amount would be applied to that bank.

##### 2. Information on financial assets at fair value through profit or loss

##### 2.1 Information on financial assets at fair value through profit or loss given as collateral or blocked

	Current Period		Prior Period	
	TL	FC	TL	FC
Share Certificates	--	--	--	--
Bonds, Treasury Bills and Similar Marketable Securities	--	--	107	--
<b>Total</b>	<b>--</b>	<b>--</b>	<b>107</b>	<b>--</b>

Trading securities given as collateral represent those collaterals given to the Central Bank of Turkey and Istanbul Clearing and Custody Bank (Takasbank) for interbank money market, foreign exchange market and other transactions, as of balance sheets dates.

As of 30 September 2023, the amount of financial assets at fair value through profit or loss not given as collateral or not blocked is TL 562.845 (31 December 2022: TL 399.306).

##### Loans recognised at fair value through profit or loss

As of 30 September 2023, there are no loans recognized at fair value through profit or loss (31 December 2022: None).

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

- I. Explanations and disclosure related to the consolidated assets (continued)
2. Information on financial assets at fair value through profit or loss (continued)
- 2.2 *Information on financial assets at fair value through profit or loss subject to repurchase agreements*  
None.
- 2.3 *Positive differences relating to derivative financial assets*

	Current Period		Prior Period	
	TL	FC	TL	FC
Forward Transactions	1.578.549	--	620.810	--
Swap Transactions	168.135	--	373.350	--
Futures Transactions	--	--	--	--
Options	24.883	46.160	91.169	24.338
Other	--	--	--	--
<b>Total</b>	<b>1.771.567</b>	<b>46.160</b>	<b>1.085.329</b>	<b>24.338</b>

### 3. Information on Banks

#### 3.1 *Information on banks*

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks				
Domestic	1.215.481	1.575.447	256.396	1.521.325
Foreign	797	1.363.564	2.926	700.465
Foreign head-offices and branches	--	--	--	--
<b>Total</b>	<b>1.216.278</b>	<b>2.939.011</b>	<b>259.322</b>	<b>2.221.790</b>

#### 3.2 *Due from foreign banks*

Not prepared in compliance with the Article 25 of the communique "Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks".

### 4. Information on Financial Assets Valued at Fair Value Through Other Comprehensive Income

#### 4.1 *Financial assets valued at fair value through other comprehensive income subject to repurchase agreements and provided as collateral / blocked*

	Current Period		Prior Period	
	TL	FC	TL	FC
Share Certificates	--	--	--	--
Bonds, Treasury Bills and Similar Marketable Securities	3.364.155	2.754.143	1.474.786	1.391.824
Other	--	--	--	--
<b>Total</b>	<b>3.364.155</b>	<b>2.754.143</b>	<b>1.474.786</b>	<b>1.391.824</b>

As of 30 September 2023 the amount of financial assets valued at fair value through other comprehensive income not given as collateral or not blocked is TL 2.248.015 (31 December 2022: TL 2.274.300).

#### 4.2 *Details of financial assets valued at fair value through other comprehensive income*

	Current Period	Prior Period
<b>Debt instruments</b>	<b>8.630.248</b>	<b>5.148.865</b>
Quoted on Stock Exchange	7.797.609	4.763.287
Unquoted on Stock Exchange	832.639	385.578
<b>Share certificates</b>	<b>4.897</b>	<b>4.897</b>
Quoted on Stock Exchange	--	--
Unquoted on Stock Exchange	4.897	4.897
<b>Impairment provision (-)</b>	<b>34.832</b>	<b>12.852</b>
<b>Total</b>	<b>8.600.313</b>	<b>5.140.910</b>

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### I. Explanations and disclosure related to the consolidated assets (continued)

#### 5. Information on Loans

##### 5.1 Information on all types of loans and advances given to shareholders and employees of the Bank

	Current Period		Prior Period	
	TL	FC	TL	FC
Direct Loans to Shareholders	--	450	--	--
Corporate Shareholders	--	--	--	--
Individual Shareholders	--	450	--	--
Indirect Loans to Shareholders	--	--	--	--
Loans to Employees	12.996	--	11.478	--
<b>Total</b>	<b>12.996</b>	<b>450</b>	<b>11.478</b>	<b>--</b>

##### 5.2 Information on Standard Loans, Loans Under Close Monitoring and Loans Under Close Monitoring That Are Restructured

Cash Loans	Standard Loans	Loans Under Close Monitoring		
		Non-restructured	Restructured	
			Revised Contract Terms	Refinanced
Loans	45.157.225	693.735	3.604.332	--
Working Capital Loans	6.922.479	27.258	3.096.532	--
Export Loans	5.582.451	--	--	--
Import Loans	--	--	--	--
Loans to Financial Sector	564.844	--	--	--
Consumer Loans	11.297.018	277.529	146.452	--
Credit Cards	193.507	8.604	--	--
Others	20.596.926	380.344	361.348	--
Specialization Loans	--	--	--	--
Other Receivables	--	--	--	--
<b>Total (*)</b>	<b>45.157.225</b>	<b>693.735</b>	<b>3.604.332</b>	<b>--</b>

(\*) Factoring receivables amounting to TL 218.188 (31 December 2022: TL 186.790) are included.

	Current Period		Prior Period	
	Standard Loans	Loans Under Close Monitoring	Standard Loans	Loans Under Close Monitoring
12-months Expected Credit Losses	302.644	--	340.842	--
Significant Increase in Credit Risk	--	466.556	--	450.534
<b>Total</b>	<b>302.644</b>	<b>466.556</b>	<b>340.842</b>	<b>450.534</b>

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

- I. Explanations and disclosure related to the consolidated assets (continued)
5. Information on Loans (continued)
- 5.2 *Information on Standard Loans, Loans Under Close Monitoring and Loans Under Close Monitoring That Are Restructured (continued)*

### *The overdue analysis of close monitoring loans*

Current Period	Commercial Loans	Consumer Loans	Total
1-30 days	51.040	77.526	128.566
31-60 days	19.692	146.158	165.850
61-90 days	8.827	69.003	77.830
<b>Total</b>	<b>79.559</b>	<b>292.687</b>	<b>372.246</b>

Prior Period	Commercial Loans	Consumer Loans	Total
1-30 days	10.129	49.091	59.220
31-60 days	9.428	92.775	102.203
61-90 days	10.429	46.322	56.751
<b>Total</b>	<b>29.986</b>	<b>188.188</b>	<b>218.174</b>

### *Maturity analysis of cash loans*

Not prepared in compliance with the Article 25 of the communique "Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks".

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### I. Explanations and disclosure related to the consolidated assets (continued)

#### 5. Information on Loans (continued)

##### 5.3 Information on consumer loans, individual credit cards and credit cards given to personnel

	Short-Term	Medium or Long Term	Total
<b>Consumer Loans-TL</b>	<b>4.908.940</b>	<b>6.210.574</b>	<b>11.119.514</b>
Mortgage Loans	--	81.896	81.896
Vehicle Loans	--	498	498
General Purpose Loans	4.908.940	6.128.180	11.037.120
Other	--	--	--
<b>Consumer Loans-Indexed to FC</b>	<b>--</b>	<b>311</b>	<b>311</b>
Mortgage Loans	--	311	311
Vehicle Loans	--	--	--
General Purpose Loans	--	--	--
Other	--	--	--
<b>Consumer Loans-FC</b>	<b>--</b>	<b>--</b>	<b>--</b>
Mortgage Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	--	--	--
Other	--	--	--
<b>Individual Credit Cards-TL</b>	<b>195.837</b>	<b>--</b>	<b>195.837</b>
With Installment	26.948	--	26.948
Without Installment	168.889	--	168.889
<b>Individual Credit Cards-FC</b>	<b>--</b>	<b>--</b>	<b>--</b>
With Installment	--	--	--
Without Installment	--	--	--
<b>Loans Given to Employees-TL</b>	<b>4.053</b>	<b>7.161</b>	<b>11.214</b>
Mortgage Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	4.053	7.161	11.214
Other	--	--	--
<b>Loans Given to Employees - Indexed to FC</b>	<b>--</b>	<b>--</b>	<b>--</b>
Mortgage Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	--	--	--
Other	--	--	--
<b>Loans Given to Employees - FC</b>	<b>--</b>	<b>--</b>	<b>--</b>
Mortgage Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	--	--	--
Other	--	--	--
<b>Personnel Credit Cards - TL</b>	<b>1.782</b>	<b>--</b>	<b>1.782</b>
With Installment	192	--	192
Without Installment	1.590	--	1.590
<b>Personnel Credit Cards - FC</b>	<b>--</b>	<b>--</b>	<b>--</b>
With Installment	--	--	--
Without Installment	--	--	--
<b>Overdraft Loans-TL (Real Persons)</b>	<b>589.960</b>	<b>--</b>	<b>589.960</b>
<b>Overdraft Loans-FC (Real Persons)</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>Total</b>	<b>5.700.572</b>	<b>6.218.046</b>	<b>11.918.618</b>

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### I. Explanations and disclosure related to the consolidated assets (continued)

#### 5. Information on Loans (continued)

##### 5.4 Information on commercial loans with installments and corporate credit cards

	Short-Term	Medium or Long Term	Total
<b>Installment Commercial Loans - TL</b>	<b>4.530.040</b>	<b>516.217</b>	<b>5.046.257</b>
Real Estate Loans	--	--	--
Vehicle Loans	--	1.300	1.300
General Purpose Loans	4.530.040	514.917	5.044.957
Other	--	--	--
<b>Installment Commercial Loans - Indexed to FC</b>	<b>--</b>	<b>36.513</b>	<b>36.513</b>
Real Estate Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	--	36.513	36.513
Other	--	--	--
<b>Installment Commercial Loans - FC</b>	<b>--</b>	<b>--</b>	<b>--</b>
Real Estate Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	--	--	--
Other	--	--	--
<b>Corporate Credit Cards - TL</b>	<b>4.492</b>	<b>--</b>	<b>4.492</b>
With Installment	15	--	15
Without Installment	4.477	--	4.477
<b>Corporate Credit Cards - FC</b>	<b>--</b>	<b>--</b>	<b>--</b>
With Installment	--	--	--
Without Installment	--	--	--
<b>Overdraft Loans-TL (Legal Entities)</b>	<b>257.358</b>	<b>--</b>	<b>257.358</b>
<b>Overdraft Loans-FC (Legal Entities)</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>Total</b>	<b>4.791.890</b>	<b>552.730</b>	<b>5.344.620</b>

##### 5.5 Distribution of loans by customers

	Current Period	Prior Period
Public Sector	--	--
Private Sector	49.455.292	39.053.803
<b>Total (*)</b>	<b>49.455.292</b>	<b>39.053.803</b>

(\*) Factoring receivables amounting to TL 218.188 (31 December 2022: TL 186.790) are included.

##### 5.6 Distribution of Domestic and Foreign Loans

	Current Period	Prior Period
Domestic Loans	48.799.890	38.575.281
Foreign Loans	655.402	478.522
<b>Total (*)</b>	<b>49.455.292</b>	<b>39.053.803</b>

(\*) Factoring receivables amounting to TL 218.188 (31 December 2022: TL 186.790) are included.

##### 5.7 Loans granted to subsidiaries and associates

The Bank has loans granted to subsidiaries and associates amounting to TL 143.784 as of 30 September 2023 (31 December 2022: TL 267.036).

##### 5.8 Provisions provided against loans (third stage)

	Current Period	Prior Period
Loans and Receivables with Limited Collectability	113.529	93.007
Loans and Receivables with Doubtful Collectability	69.051	70.418
Uncollectible Loans and Receivables	248.322	335.470
<b>Total</b>	<b>430.902</b>	<b>498.895</b>

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### I. Explanations and disclosure related to the consolidated assets (continued)

#### 5. Information on Loans (continued)

#### 5.9 Information on non-performing loans (Net)

#### 5.9.1 Information on loans and other receivables included in non-performing loans which are restructured or rescheduled

	III. Group Loans and receivables with limited collectability	IV. Group Loans and receivables with doubtful collectability	V. Group Uncollectible loans and receivables
<b>Current Period</b>	--	1	4.442
Gross Amounts before Provisions	--	--	--
Restructured Loans and Other Receivables	--	1	4.442
<b>Prior Period</b>	2.429	745	7.123
Gross Amounts before Specific Provisions	--	--	--
Restructured Loans and Other Receivables	2.429	745	7.123

#### 5.9.2 Movement on non-performing loans

	III. Group Loans and receivables with limited collectability	IV. Group Loans and receivables with doubtful collectability	V. Group Uncollectible loans and receivables
<b>Balances at the End of Prior Period</b>	132.120	98.733	434.573
Additions (+)	558.477	5.401	4.131
Transfers from Other Categories of Non-Performing Loans (+)	--	253.763	91.156
Transfers to Other Categories of Non-Performing Loans (-)	253.763	91.156	--
Collections (-)	139.723	42.468	167.258
Write-offs (-) (*)	28.998	1.216	25.988
Sold (-) (**) (***)	97.719	120.819	64.722
Corporate and Commercial Loans	63.257	--	7.429
Retail Loans	34.435	120.690	57.264
Credit Cards	27	129	29
Other	--	--	--
<b>Balances at End of the Period</b>	170.394	102.238	271.892
<b>Provisions (-)</b>	113.529	69.051	248.322
<b>Net Balance on Balance Sheet</b>	56.865	33.187	23.570

(\*) Consists of loans with 100% provision at the relevant date.

(\*\*) As of 30 September 2023, the loan amounting to TL 283.260 was written off by transferring and selling to asset management companies (31 December 2022: TL 94.398). When the calculation is made considering the loans sold, the Bank's NPL ratio is measured as 1,65% (31 December 2022: 1,91%) instead of 1,09% (31 December 2022: 1,68%).

(\*\*\*) All of them are due to sales of NPLs.

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### I. Explanations and disclosure related to the consolidated assets (continued)

#### 5. Information on Loans (continued)

#### 5.9 Information on non-performing loans (Net)

#### 5.9.3 Information on non-performing loans and other receivables in foreign currencies

	III. Group	IV. Group	V. Group
	Loans and receivables with limited collectability	Loans and receivables with doubtful collectability	Uncollectible loans and receivables
<b>Current Period</b>			
Balance as of Period End	--	--	77.878
Provisions (-)	--	--	77.372
<b>Net Balance on Balance Sheet</b>	<b>--</b>	<b>--</b>	<b>506</b>
<b>Prior Period</b>			
Balance as of Period End	--	--	224.039
Provisions (-)	--	--	173.182
<b>Net Balance on Balance Sheet</b>	<b>--</b>	<b>--</b>	<b>50.857</b>

#### 5.9.4 Information regarding gross and net amounts of non-performing loans with respect to debtor groups

	III. Group	IV. Group	V. Group
	Loans and receivables with limited collectability	Loans and receivables with doubtful collectability	Uncollectible loans and receivables
<b>Current Period (Net)</b>			
Loans Granted to Real Persons and Legal Entities (Gross)	56.865	33.187	23.570
Provisions (-)	170.394	102.238	271.892
Loans Granted to Real Persons and Legal Entities (Net)	113.529	69.051	248.322
Banks (Gross)	56.865	33.187	23.570
Provisions (-)	--	--	--
Banks (Net)	--	--	--
Other Loan and Receivables (Gross)	--	--	--
Provisions (-)	--	--	--
Other Loan and Receivables (Net)	--	--	--
<b>Prior Period (Net)</b>			
Loans Granted to Real Persons and Legal Entities (Gross)	39.113	28.315	99.103
Provisions (-)	132.120	98.733	434.573
Loans Granted to Real Persons and Legal Entities (Net)	93.007	70.418	335.470
Banks (Gross)	39.113	28.315	99.103
Provisions (-)	--	--	--
Banks (Net)	--	--	--
Other Loan and Receivables (Gross)	--	--	--
Provisions (-)	--	--	--
Other Loan and Receivables (Net)	--	--	--

#### 5.10 Information on interest accruals, valuation differences and related provisions calculated for non-performing loans by The Banks which reserves provision according to TFRS 9

The Bank does not calculate interest accruals and rediscount for non-performing loans (31 December 2022: The Bank does not calculate interest accruals and rediscount for non-performing loans).

#### 5.11 Explanations about policy of write-off policy

In the event that the conditions stated in the law related to the unworthiness of the receivable arise, whole provisions are set aside for all of these loans and the loans are written off from the assets by the board decision.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### I. Explanations and disclosure related to the consolidated assets (continued)

#### 6. Information on financial assets measured at amortized cost

##### 6.1 Information on securities subject to repurchase agreement and given as collateral or blocked

	Current Period		Prior Period	
	TL	FC	TL	FC
Share Certificates	--	--	--	--
Bonds, Treasury Bills and Similar Marketable Securities	2.794.504	6.024.616	1.868.108	4.665.807
Other	--	--	--	--
<b>Total</b>	<b>2.794.504</b>	<b>6.024.616</b>	<b>1.868.108</b>	<b>4.665.807</b>

##### 6.2 Information on government securities in financial assets measured at amortized cost

	Current Period		Prior Period	
	TL	FC	TL	FC
Government Bond	2.814.124	6.742.531	2.140.658	4.651.692
Treasury Bill	--	--	--	--
Other Debt Securities	--	--	--	--
<b>Total</b>	<b>2.814.124</b>	<b>6.742.531</b>	<b>2.140.658</b>	<b>4.651.692</b>

##### 6.3 Information on financial assets measured at amortized cost

	Current Period	Prior Period
Debt instruments	9.852.496	7.067.342
Quoted on Stock Exchange	9.852.496	7.067.342
Unquoted on Stock Exchange	--	--
Share certificates	--	--
Quoted on Stock Exchange	--	--
Unquoted on Stock Exchange	--	--
Impairment provision (-)	--	--
<b>Total</b>	<b>9.852.496</b>	<b>7.067.342</b>

##### 6.4 Information on the movement of financial assets measured at amortized cost during the period

	Current Period	Prior Period
Balance at the beginning of period	7.067.342	3.230.721
Foreign Exchange Difference in Monetary Assets	2.113.649	1.269.703
Revaluation adjustments	35.585	65.975
Purchases during the year	717.784	2.500.943
Disposals through Sales and Redemptions	(81.864)	--
Impairment provision (-)	--	--
<b>Total</b>	<b>9.852.496</b>	<b>7.067.342</b>

### 7. Information on associates

As of 30 September 2023, the Bank has associates amounting to TL 965.064 with a total cost of TL 856.588 (31 December 2022: TL 844.496).

Company Name	Address (City / Country)	Bank's Share- If different voting rights (%)	Bank's Risk Group Share (%)
Fiba Sigorta A.Ş.	İstanbul	50,0%	50,0%
HDI Fiba Emeklilik ve Hayat A.Ş.	İstanbul	40,0%	40,0%

Fiba Emeklilik ve Hayat A.Ş. started its activities in the life insurance and personal accident branches in January 2013. By July 2013, reinsurance operations related to these insurances and in December 2013 its activities in the pension branch was started.

As of 20 December 2022, 8.000.000 shares of Fiba Emeklilik ve Hayat A.Ş. representing 40% of its capital share, was transferred to Fibabanka A.Ş. for TL 746.588.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### I. Explanations and disclosure related to the consolidated assets (continued)

#### 7. Information on associates (continued)

A company with the title Fiba Sigorta A.Ş was established by the Bank and HDI Sigorta A.Ş. with a 50% - 50% partnership share to operate in elementary branches The Bank's participation amount is TL 110.000.

Information regarding the subsidiaries as of 30 September 2023 is presented below:

Company Name (**)	Total Assets	Shareholders' Equity	Total Fixed Assets (*)	Interest Income	Income on Securities Portfolio	Current Period Profit/Loss	Prior Period Profit/Loss	Company's Fair Value
Fiba Sigorta A.Ş.	540.435	246.380	1.495	58.342	--	26.279	--	--
HDI Fiba Emeklilik ve Hayat A.Ş.	14.025.008	378.754	61.901	114.552	29.220	196.879	99.706	--

(\*) The total of fixed assets consists of tangible and intangible fixed assets.

(\*\*) It has been prepared on the basis of the 30 September 2023 financial statements, which have not been independently audited.

#### Movement of investments in associates

	Current Period	Prior period
Balance at Beginning of Period	844.496	--
Movement during the Period	120.568	--
Additions and Capital Increases(*)(**)	15.000	841.588
Bonus Shares Received	--	--
Dividends from the Current Year Profit	106.890	3.296
Sales/Liquidations	--	--
Reclassification of shares	--	--
Differences Between Market value and Book value	--	--
Currency Differences on Foreign Subsidiaries	--	--
Other	(1.322)	(388)
Balance at End of Period	965.064	844.496
Capital Commitments	--	--
Share of Percentage at the end of Period(%)	--	--

(\*) As of 20 December 2022, 8.000.000 shares of Fiba Emeklilik ve Hayat A.Ş. representing 40% of its capital share was transferred to Fibabanka A.Ş. for TL 746.588. It includes goodwill amounting to TL 675.373.

(\*\*) HDI Sigorta A.Ş. and Fibabanka A.Ş. established Fiba Sigorta A.Ş. to operate in the elementary insurance branches with a 50% -50% partnership share. In 2023, Fiba Sigorta cash capital increase, and Fibabanka participated in this capital increase with TL 15.000 increasing the investment amount to TL 110.000.

#### Sectoral information on consolidated financial subsidiaries and the related carrying

	Current Period	Prior Period
Banks	--	--
Insurance Companies	965.064	844.496
Factoring Companies	--	--
Leasing Companies	--	--
Finance Companies	--	--
Other Subsidiaries	--	--

#### Associates listed on the stock exchange within the scope of consolidation

	Current Period	Prior Period
Valued at equity accounting method	965.064	844.496
Valued at fair value	--	--

#### Associates listed on the stock exchange within the scope of consolidation

None.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

- I. Explanations and disclosure related to the consolidated assets (continued)  
8. Information on subsidiaries

As of 30 September 2023, the Bank has non-financial subsidiaries with a total amount of TL 147.200 that are not subject to consolidation (31 December 2022: TL 125.420).

### Non financial subsidiaries

As of 30 September 2023, the Bank has unconsolidated non-financial subsidiary in the amount of TL 117.500 (31 December 2022: TL 117.500).

Company Name	Address (City / Country)	Bank's Share- If different voting rights (%)	Bank's Risk Group Share (%)
Finberg Araştırma Geliştirme Danışmanlık Yatırım Hizmetleri A.Ş.	İstanbul	100%	100%

Finberg Araştırma Geliştirme Danışmanlık Yatırım Hizmetleri A.Ş., was established with the purpose of providing entrepreneurship, creation of new business fields and technologies, investment in financial technology companies, mobile payment, income expenditure follow-up and money transfer consultancy services.

### Financial subsidiaries

The Bank has TL 29.700 investment in a financial subsidiary as of 30 September 2023 (31 December 2022: TL 7.920).

The Extraordinary General Assembly with the agenda of increasing the share capital and Registered capital ceiling amount of TL 10.000 without change, the duration of 2021-2025 to be valid for years of Fiba Portföy Yönetimi A.Ş. from TL 8.000 to TL 30.000 by internal sources of TL 22.000, was announced in the Turkish Trade Registry Gazette dated 2 June 2023 and numbered 10844 on 2 June 2023.

Company Name	Address (City / Country)	Bank's Share- If different voting rights (%)	Bank's Risk Group Share (%)	Consolidation Type
Fiba Portföy Yönetimi A.Ş.	İstanbul	99%	99%	Full Consolidation

Fiba Portföy Yönetimi A.Ş. was established on 26 September 2013 with 99% share of Fibabanka A.Ş.

The financial information about Fiba Portföy Yönetimi A.Ş. as of 30 September 2023 is given below:

Total Assets	Shareholders' Equity	Total Fixed Assets (*)	Interest Income	Income on Securities Portfolio	Current Period Profit/Loss	Prior Period Profit/Loss	Company's Fair Value
135.655	120.785	428	-	--	50.840	12.688	--

(\*) Total fixed assets consist tangible and intangible assets.

(\*\*) It has been prepared on the basis of the 30 September 2023 financial statements, which have not been independently audited.

### Movement of consolidated investment in subsidiaries

	Current Period	Prior Period
Balance at Beginning of Period	7.920	5.445
Movements during the Period	--	--
Additions and Capital Increases	21.780	--
Bonus Shares Received	--	2.475
Dividends from the Current Year Profit	--	--
Sales/Liquidations	--	--
Reclassification of shares	--	--
Increase / (Decrease) in Market Values	--	--
Currency Differences on Foreign Subsidiaries	--	--
Reversal of Impairment Losses/ Impairment Losses (-)	--	--
Balance at the End of Period	29.700	7.920
Capital Commitments	29.700	7.920
Share of Percentage at the end of Period (%)	99	99

Fiba Portföy Yönetimi A.Ş. was established on 26 September 2013 with %99 participation of Fibabanka A.Ş.

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

- I. Explanations and disclosure related to the consolidated assets (continued)  
8. Information on subsidiaries (continued)

### *Sectoral information on consolidated financial subsidiaries and the related carrying amount*

	Current Period	Prior Period
Banks	--	--
Insurance Companies	--	--
Factoring Companies	--	--
Leasing Companies	--	--
Finance Companies	--	--
Other Subsidiaries	29.700	7.920

### *Valuation of investments in consolidated subsidiaries*

	Current Period	Prior Period
Valued at cost	29.700	7.920
Valued at fair value	--	--

### **Quoted consolidated investments in subsidiaries**

None.

9. Information on entities under common control

The Group does not have investments in entities under common control as of 30 September 2023.

10. Information on lease receivables

The Group does not have lease receivables as of 30 September 2023.

11. Information on derivative financial assets held for hedging purposes

As of 30 September 2023, The Bank has no hedging derivative financial assets (31 December 2022: None).

12. Information on tangible assets

Not prepared in compliance with the Article 25 of the communique "Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks".

13. Information on intangible assets

Not prepared in compliance with the Article 25 of the communique "Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks".

14. Information on investment properties

None.

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### I. Explanations and disclosure related to the consolidated assets (continued)

#### 15. Information on deferred tax asset

##### 15.1 Amount of deferred tax asset recognized in the balance sheet in respect of deductible temporary differences, unused tax losses and unused tax credits

As of 30 September 2023, the deferred tax asset amounting to TL 765.560 is calculated by netting of deductible temporary differences and taxable temporary differences (31 December 2022: TL 384.664 deferred tax asset).

Deferred tax asset consists of deferred tax asset and liability items recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases which is used in the computation of taxable profit. The deferred tax assets and liabilities are presented as net in the accompanying financial statements.

	Current Period	
	Deferred Tax Base	Deferred Tax Asset/ (Liability)
Financial Assets Valuation	577.811	173.343
Unearned Commission Income/Prepaid Commission Expenses	170.774	51.232
Retirement Pay and Unused Vacation Provision	273.837	82.151
Tangible Assets Base Differences	(162.028)	(48.608)
Provisions	2.597.787	779.335
Other	(906.310)	(271.893)
<b>Deferred Tax Asset/(Liability)</b>	<b>2.551.871</b>	<b>765.560</b>
	Prior Period	
	Deferred Tax Base	Deferred Tax Asset/ (Liability)
Financial Assets Valuation	439.020	109.755
Unearned Commission Income/Prepaid Commission Expenses	113.049	28.262
Retirement Pay and Unused Vacation Provision	233.882	58.470
Tangible Assets Base Differences	(208.394)	(52.098)
Provisions	2.130.620	532.655
Other	(1.169.064)	(292.380)
<b>Deferred Tax Asset/(Liability)</b>	<b>1.539.113</b>	<b>384.664</b>

The movement of the current year and prior year deferred tax assets is shown below

	1 January - 30 September 2023	1 January - 30 September 2022
Deferred Tax Asset, 1 January	384.664	309.119
Deferred Tax Income / (Expense)	480.302	124.383
Deferred Tax Recognized Directly Under Equity	(99.406)	(39.429)
<b>Deferred Tax Asset/(Liability) , Period End Balance</b>	<b>765.560</b>	<b>394.073</b>

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

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- I. Explanations and disclosure related to the consolidated assets (continued)
15. Information on deferred tax asset (continued)
- 15.2 *Amount and expiry date of deductible temporary differences, unused tax losses, unused tax credits for which no deferred tax asset is recognized in prior periods in the balance sheet*
- None (31 December 2022: None).
- 15.3 *Deferred tax asset resulting from the cancellation of the provision for impairment losses related to the deferred taxes*
- None.
16. Information on assets held for sale and non-current assets related to discontinued operations
- As of 30 September 2023, the Group has TL 10.912 assets held for sale (31 December 2022: TL 24.609).
17. Information on other assets
- Other assets do not exceed 10% of total assets excluding the off-balance sheet items.
- 17.1 *Information on prepaid expenses, tax and similar items*
- As of 30 September 2023, total prepaid expenses are TL 164.604 (31 December 2022: TL 94.343).

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### II. Explanations and disclosures related to consolidated liabilities

#### 1. Information on deposits

##### 1.1 Information on maturity structure of deposits

Current period

	Demand	7 Days Notice	Up to 1 Month	Up to 3 Months	3-6 Months	6 Months - 1 Year	1 Year and Over	Cumulative Deposit	Total
Saving Deposits	954.564	--	7.727.702	20.098.474	1.086.258	26.946	57.911	--	29.951.855
Foreign Currency Deposits	5.439.876	--	5.383.401	1.456.491	39.524	86.193	399.176	--	12.804.661
Residents in Turkey	4.930.362	--	5.208.577	1.446.256	34.154	85.990	399.045	--	12.104.384
Residents Abroad	509.514	--	174.824	10.235	5.370	203	131	--	700.277
Public Sector Deposits	2.515	--	--	--	--	--	--	--	2.515
Commercial Deposits	2.007.745	--	1.574.962	3.515.490	292.825	123	68.215	--	7.459.360
Other Ins. Deposits	8.098	--	6.304	93.947	497	--	--	--	108.846
Precious Metal Deposits	3.977.724	--	2.093.486	58.764	--	--	--	--	6.129.974
Interbank Deposits	1.014.656	--	2.984.268	13.682	4.366.717	--	--	--	8.379.323
Central Bank of Turkey	49.468	--	--	--	4.366.717	--	--	--	4.416.185
Domestic Banks	49	--	1.714.349	13.682	--	--	--	--	1.728.080
Foreign Banks	965.139	--	518.731	--	--	--	--	--	1.483.870
Special Finan.Inst.	--	--	751.188	--	--	--	--	--	751.188
Other	--	--	--	--	--	--	--	--	--
<b>Total</b>	<b>13.405.178</b>	<b>--</b>	<b>19.770.123</b>	<b>25.236.848</b>	<b>5.785.821</b>	<b>113.262</b>	<b>525.302</b>	<b>--</b>	<b>64.836.534</b>

(\*) As of 30 September 2023, the Bank has a total of TL 15.567.051 currency protected TL time deposits.

Prior period

	Demand	7 Days Notice	Up to 1 Month	Up to 3 Months	3-6 Months	6 Months - 1 Year	1 Year and Over	Cumulative Deposit	Total
Saving Deposits	829.765	--	5.843.018	11.407.352	178.965	12.680	45.739	--	18.317.519
Foreign Currency Deposits	3.644.610	--	4.778.777	1.302.016	13.376	34.656	281.593	--	10.055.028
Residents in Turkey	3.261.577	--	4.598.962	1.239.943	13.376	34.518	281.503	--	9.429.879
Residents Abroad	383.033	--	179.815	62.073	--	138	90	--	625.149
Public Sector Deposits	734	--	--	--	--	--	--	--	734
Commercial Deposits	1.380.847	--	1.902.199	2.990.905	93.110	34	48.087	--	6.415.182
Other Ins. Deposits	6.389	--	37.254	319.726	201	79	--	--	363.649
Precious Metal Deposits	2.138.258	--	1.595.782	--	--	--	--	--	3.734.040
Interbank Deposits	637.446	--	1.262.110	3.738.825	2.334.293	--	--	--	7.972.674
Central Bank of Turkey	34.005	--	23.260	3.738.825	2.334.293	--	--	--	6.130.383
Domestic Banks	26	--	1.231.968	--	--	--	--	--	1.231.994
Foreign Banks	603.415	--	6.882	--	--	--	--	--	610.297
Special Finan.Inst.	--	--	--	--	--	--	--	--	--
Other	--	--	--	--	--	--	--	--	--
<b>Total</b>	<b>8.638.049</b>	<b>--</b>	<b>15.419.140</b>	<b>19.758.824</b>	<b>2.619.945</b>	<b>47.449</b>	<b>375.419</b>	<b>--</b>	<b>46.858.826</b>

(\*) As of 31 December 2022, the Bank has a total of TL 8.659.756 currency protected TL time deposits.

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### II. Explanations and disclosures related to consolidated liabilities (continued)

#### 1. Information on deposits (continued)

##### 1.2 Information on saving deposits under the guarantee of saving deposit insurance and exceeding the limit of saving deposit insurance

	Under the Guarantee of Deposit		Exceeding	
	Current Period	Prior Period	Current Period	Prior Period
Saving Deposits	9.646.433	5.541.792	19.990.695	26.95.735
Foreign Currency Saving Deposits	5.528.086	3.313.362	10.783.665	8.076.182
Other Deposits in the Form of Saving Deposits	--	--	--	--
Foreign Branches' Deposits Under Insurance of Foreign Authorities	--	--	--	--
Off-shore Banking Regions' Deposits Under Foreign Authorities' Insurance	--	--	--	--
<b>Total</b>	<b>15.174.519</b>	<b>8.855.154</b>	<b>30.782.109</b>	<b>20.771.917</b>

(\*) In the first paragraph of Article 1 of the Regulation on Deposits and Participation Funds Subject to Insurance and Premiums to be Collected by the Savings Deposit Insurance Fund published in the Official Gazette dated 7/11/2006 and numbered 26339, the phrase "savings deposits and belonging to real persons" has been changed to "all deposits excluding those belonging to official institutions, credit institutions and financial institutions.

In accordance with the "Regulation on Amending the Regulation on the Insurable Deposit and Participation Funds and Premiums to be Collected by the Savings Deposit Insurance Fund" published in the Official Gazette dated 27 August 2022 and numbered 31936, all deposit and participation funds, excluding those belonging to official institutions, credit institutions and financial institutions, have started to be insured. In this context, commercial deposits covered by the insurance amount to TL 585.359 and the said amount is not included in the footnote.

##### 1.3 Saving deposits in Turkey are not covered by any insurance in any other countries since the Bank's headquarter is not located abroad

##### 1.4 Saving deposits that are not under the guarantee of deposit insurance fund

	Current Period	Prior Period
Deposits and Accounts in Branches Abroad	--	--
Deposits of Ultimate Shareholders and Their Close Families	29.037	6.773
Deposits of Chairman and Members of the Board of Directors and their Close Families	--	--
Deposits Obtained through Illegal Acts Defined in the 282nd Article of the 5237 Numbered Turkish Criminal Code dated 26 September 2004.	309.053	95.245
Saving Deposits in Banks Established in Turkey Exclusively for Off Shore Banking Activities	--	--

#### 2. Information on derivative financial liabilities held for trading

##### 2.1 Information on negative differences relating to derivative financial liabilities

	Current Period		Prior Period	
	TL	FC	TL	FC
Forward Transactions	1.048.061	--	279.519	--
Swap Transactions	195.030	--	258.528	--
Futures Transactions	--	--	--	--
Options	--	45.535	82	23.811
Other	--	--	--	--
<b>Total</b>	<b>1.243.091</b>	<b>45.535</b>	<b>538.129</b>	<b>23.811</b>

#### 3. Information on banks and other financial institutions

##### 3.1 Information on banks and other financial institutions

	Current Period		Prior Period	
	TL	FC	TL	FC
Loans from Central Bank of Turkey	--	--	--	--
From Domestic Banks and Institutions	--	--	--	--
From Foreign Banks, Institutions and Funds	--	4.261.931	--	3.179.212
<b>Total</b>	<b>--</b>	<b>4.261.931</b>	<b>--</b>	<b>3.179.212</b>

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### II. Explanations and disclosures related to consolidated liabilities (continued)

#### 3.2 Maturity analysis of borrowing

	Current Period		Prior Period	
	TL	FC	TL	FC
Short Term	--	291.219	--	469.618
Medium and Long Term	--	3.970.712	--	2.709.594
<b>Total</b>	<b>--</b>	<b>4.261.931</b>	<b>--</b>	<b>3.179.212</b>

#### 3.3 Additional explanation related to the concentrations of the Group's major liabilities

In the scope of normal banking operations, the Group funds itself through the funds provided in the form of deposits, bank borrowings and bond issuance.

#### 4. Information related to securities issued

Current Period	TL		FC	
	Short Term	Medium and Long Term	Short Term	Medium and Long Term
Nominal	--	--	--	--
Book Value	--	--	--	--

Prior period	TL		FC	
	Short Term	Medium and Long Term	Short Term	Medium and Long Term
Nominal	1.150.000	--	--	3.609.912
Book Value	1.108.379	--	--	3.702.499

#### 5 Other Liabilities

Other liabilities of balance sheet do not exceed 10% of the balance sheet total excluding the off-balance sheet items.

#### 6. Obligations under financial lease

With the "IFRS 16 Leases" standard valid from 1 January 2019, the difference between operating leases and finance leases has been eliminated and the lease transactions have been expressed under the "Lease Payables" as liability by lessees.

	Current Period		Prior Period	
	Gross	Net	Brüt	Net
Less than 1 Year	113.052	104.170	61.232	56.663
Between 1-4 Years	175.886	121.089	117.021	81.630
More than 4 Years	16.307	5.643	8.183	3.314
<b>Total</b>	<b>305.245</b>	<b>230.902</b>	<b>186.436</b>	<b>141.607</b>

#### 7. Information on derivative financial liabilities for hedging purposes

As of 30 September 2023, there are no derivative financial liabilities for hedging purposes (31 December 2022: None).

#### 8. Information on provisions

##### 8.1 Foreign exchange losses on the foreign currency indexed loans

The foreign exchange losses on foreign currency indexed loans are netted off from the loans on the balance sheet. As of 30 September 2023, there is no provision of foreign exchange loss on the foreign currency indexed loans. (31 December 2022: None).

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### II. Explanations and disclosures related to liabilities (continued)

#### 8. Information on provisions (continued)

##### 8.2 The specific provisions provided for unindemnified non cash loans

As of 30 September 2023, the specific provision provided for unindemnified non cash loans is TL 17.403 (31 December 2022: TL 14.192).

##### 8.3 Explanation on other provisions

###### 8.3.1 Provisions for possible losses

	Current Period	Prior Period
Provisions for Possible Losses	1.805.000	1.320.000

###### 8.3.2 The breakdown of the subsidiary accounts if other provisions exceed 10% of the grand total provisions

None.

###### 8.3.3 Explanations on reserves for employee benefits

As of 30 September 2023, reserves for employee benefits amounting to TL 274.304 (31 December 2022: TL 234.316) comprise of TL 112.161 reserve for employee termination benefits (31 December 2022: TL 69.065), TL 14.294 unused vacation pay liability (31 December 2022: TL 15.228) and TL 147.849 personnel bonus accrual (31 December 2022: TL 150.023).

#### 9. Explanations on Tax Liability

##### 9.1 Explanations on current tax liability

###### 9.1.1 Explanations on tax provision

As of 30 September 2023, the Group's current tax liability is TL 1.246.649 (31 December 2022: TL 404.817).

###### 9.1.2 Information on taxes payable

	Current Period	Prior Period
Corporate taxes payable	978.896	240.742
Taxation on securities	46.584	20.648
Property tax	623	540
Banking and Insurance Transaction Tax (BITT)	85.715	41.778
Taxes on foreign exchange transactions	3.546	6.065
Value added taxes payable	6.607	8.268
Income tax ceased from wages	44.785	31.339
Other	2.653	16.009
<b>Total</b>	<b>1.169.409</b>	<b>365.389</b>

###### 9.1.3 Information on premium

	Current Period	Prior Period
Social Security Premiums- Employee	31.435	16.732
Social Security Premiums- Employer	39.838	19.232
Bank Social Aid Pension Fund Premium- Employee	--	--
Bank Social Aid Pension Fund Premium- Employer	--	--
Pension Fund Membership Fees and Provisions- Employee	--	--
Pension Fund Membership Fees and Provisions- Employer	--	--
Unemployment Insurance- Employee	1.988	1.165
Unemployment Insurance- Employer	3.979	2.299
Other	--	--
<b>Total</b>	<b>77.240</b>	<b>39.428</b>

##### 9.2 Explanations on deferred tax liabilities

None (31 December 2022: None).

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### II. Explanations and disclosures related to liabilities (continued)

#### 10. Information on liabilities regarding assets held for sale and discounted operations

None (31 December 2022: None).

#### 11. Explanations on subordinated loans

The additional Tier 1 capital with a nominal amount of USD 30 million was early redeemed on 1 March 2022 with the approval of the BRSA, and the redemption amount was used in the cash capital increase realized in April 2022.

	Current Period		Prior Period	
	TL (*)	FC	TL	FC
Debt instruments subject to common equity	100.000	--	100.000	--
Subordinated loans	--	--	--	--
Subordinated debt instruments*	100.000	--	100.000	--
Debt instruments subject to Tier 2 equity	--	6.518.949	--	4.543.945
Subordinated loans	--	--	--	--
Subordinated debt instruments	--	6.518.949	--	4.543.945
<b>Total</b>	<b>100.000</b>	<b>6.518.949</b>	<b>100.000</b>	<b>4.543.945</b>

(\*) Related debt instrument is shown under "Other Capital Reserves" account.

#### 12. Information on shareholders' equity

##### 12.1 Paid-in capital

	Current Period	Prior Period
Common Stock	1.357.723	1.357.723
Preferred Stock	--	--

##### 12.2 Paid-in capital amount, explanation as to whether the registered share capital system is applied at The Bank; if so the amount of registered share capital ceiling:

Registered share capital system is not applied.

##### 12.3 Information on share capital increases and their sources; other information on increased capital shares in current period

Fiba Portföy Yönetimi A.Ş., the financial subsidiary of the Bank, made a capital increase from internal resources (extraordinary reserves) with the decision taken at the Extraordinary General Assembly dated 23 May 2023. The paid-in capital of the Bank's financial subsidiary, Fiba Portföy Yönetimi A.Ş., was increased by TL 22.000 to TL 30.000.

The Bank's subsidiary Fiba Sigorta A.Ş. The capital increase was made with the decision taken at the Extraordinary General Assembly dated 30 March 2023. Fiba Sigorta A.Ş., its paid-in capital was increased by TL 15.000 to TL 110.000.

##### 12.4 Information on share capital increases from revaluation funds:

None.

##### 12.5 Information on capital commitments the purpose and the sources until the end of the fiscal year and the subsequent interim period:

The capital is totally paid in and there are no capital commitments.

##### 12.6 Indicators of the Group's income, profitability and liquidity for the prior periods and possible effects of these future assumptions due to the uncertainty of these indicators on the Group's equity:

None.

##### 12.7 Information on privileges given to stocks representing the capital

The Group does not have any preferred shares.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### II. Explanations and disclosures related to liabilities (continued)

#### 12. Information on shareholders' equity (continued)

##### 12.8 Common stock issue premiums, shares and equity instruments

Number of shares issued with premiums and the related share premiums are presented below.

	Current Period	Prior Period
Number of Shares (Thousand)	26.230.098	26.230.098
Number of Privileged Shares	--	--
Share Premium	128.678	128.678
Share Cancellation Profits	--	--
Other Equity Instruments	--	--

##### 12.9 Information on marketable securities value increase fund

	Current Period		Prior Period	
	TL	FC	TL	FC
From Subsidiaries, Associates, and Entities Under Common Control (Joint Ventures)	--	--	--	--
Security Valuation Difference	846.528	10.507	788.895	(6.718)
Exchange Difference	--	--	--	--
<b>Total</b>	<b>846.528</b>	<b>10.507</b>	<b>788.895</b>	<b>(6.718)</b>

##### 12.10 Information on other capital reserves

The Parent Bank issued a TL-denominated debt instrument on 20 March 2019 with nominal amount of TL 100.000 with a floating interest rate, which fulfills the conditions of 7th section-2nd paragraph of BRSA's "Regulation on Equities of Banks", has equity characteristics and will be added to Tier I capital calculations. The principal of debt instrument is under "Other Capital Reserves" account and interest expense is under "Prior Periods Profit or Losses" account.

##### 12.11 Information on revaluation reserve

None.

##### 12.12 Bonus shares of subsidiaries, associates and joint ventures

Fiba Portföy Yönetimi A.Ş., the financial subsidiary of the Bank, made a bonus issue of TL 22.000 from internal sources on 23 May 2023 (31 December 2022: 2.500 TL).

##### 12.13 Information on legal reserves

	Current Period	Prior Period
Legal Reserves	204.289	71.590
Special Reserves	--	--

##### 12.14 Information on extraordinary reserves

	Current Period	Prior Period
Reserves allocated by the General Assembly	3.022.580	926.300
Retained Earnings	--	--
Accumulated Losses	--	--
Foreign Currency Capital Exchange Differences	--	--

### 13. Information on minority shares

	Current Period	Prior Period
Opening Balance	703	244
Minority Shares in Net Profit of Subsidiaries	508	459
Dividend Payment in Prior Period	--	--
Increase / (Decrease) in Minority Shares due to Sale	--	--
Others	--	--
<b>Period-end Balance</b>	<b>1.211</b>	<b>703</b>

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### III. Explanations and disclosures related to consolidated off-balance sheet contingencies and commitments

#### 1. Information on consolidated off-balance sheet commitments

##### 1.1 Nature and amount of irrevocable loan commitments

	Current Period	Prior Period
Asset Sale and Purchase Commitments	12.146.540	5.669.593
Credit Card Limit Commitments	355.269	36.319
Credit Card and Bank Trans. Promo. Guarantee	2	--
Commitments for Credit Allocation with the Guarantee of Usage	4.718.434	3.644.791
Export Commitments	48.578	31.761
Commitment for Cheques	344.028	276.368
Other Irrevocable Commitments	13.055	5.719
<b>Total</b>	<b>17.625.906</b>	<b>9.664.551</b>

##### 1.2 Possible losses and commitments related to off-balance sheet items, including the ones listed below

##### 1.2.1 Non-cash loans including guarantees, acceptances, financial guarantee and other letters of credits

	Current Period	Prior Period
Letters of Guarantee TL	506.181	486.870
Letters of Guarantee FC	203.597	154.792
Letters of Credit	65.270	86.358
Bills of Exchange and Acceptances	--	17.941
<b>Total</b>	<b>775.048</b>	<b>745.961</b>

The Bank has set aside TL 18.046 of expected credit loss allowance for non-cash loans (31 December 2022: TL 15.642).

##### 1.2.2 Revocable, irrevocable guarantees and other similar commitments and contingencies

	Current Period	Prior Period
Revocable Letters of Guarantee	4.438	15.710
Irrevocable Letters of Guarantee	605.025	545.901
Letters of Guarantee Given in Advance	33.831	10.330
Letters of Guarantee Given to Customs	59.317	55.760
Other Letters of Guarantee	7.167	13.961
<b>Total</b>	<b>709.778</b>	<b>641.662</b>

#### 2. Total amount of non-cash loans

	Current Period	Prior Period
Non-Cash Loans Given against Cash Loans	--	3.098
With Original Maturity of 1 Year or Less Than 1 Year	--	--
With Original Maturity of More Than 1 Year	--	3.098
Other Non-Cash Loans	775.048	742.863
<b>Total</b>	<b>775.048</b>	<b>745.961</b>

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

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- III. Explanations and disclosures related to consolidated off-balance sheet contingencies and commitments (continued)**
- 3. Information on sectorial risk concentrations of non-cash loans**  
Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.
- 4. Information on the first and second group of non-cash loans**  
Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.
- 5. Information related to derivative financial instruments**  
Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.
- 6. Credit derivatives and risk exposures on credit derivatives**  
None.
- 7. Explanations on contingent liabilities and assets**  
The Group provided provision of TL 52.722 for the legal cases pending against the Group where the cash outflows are probable (31 December 2022: TL 50.760).
- 8. Custodian and intermediary services**  
The Group provides trading and safe keeping services in the name and account of third parties. Such transactions are presented in off-balance statements.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### IV. Explanations and disclosures related to the statement of profit or loss

#### 1. Interest Income

##### 1.1 Information on interest on loans

	Current Period		Prior Period	
	TL	FC	TL	FC
Interest on loans(*)	4.919.808	536.399	3.667.280	276.752
Short Term Loans	3.699.522	213.344	2.705.085	26.284
Medium and Long Term Loans	1.220.286	323.055	962.195	250.468
Interest on Non-Performing Loans	37.077	--	28.024	--
Premiums received from Resource Utilization Support Fund	--	--	--	--
<b>Total (*)</b>	<b>4.956.885</b>	<b>536.399</b>	<b>3.695.304</b>	<b>276.752</b>

(\*) Includes fees and commissions obtained from cash loans as well.

##### 1.2 Information on interest income received from banks

	Current Period		Prior Period	
	TL	FC	TP	YP
The Central Bank of Turkey	--	23.232	642	4.110
Domestic Banks	18.143	5.932	8.676	2.288
Foreign Banks	--	5.664	--	636
Branches and Head Office Abroad	--	--	--	--
<b>Total</b>	<b>18.143</b>	<b>34.828</b>	<b>9.318</b>	<b>7.034</b>

##### 1.3 Interest received from marketable securities

	Current Period		Prior Period	
	TL	FC	TL	FC
Financial Assets at Fair Value Through Profit or Loss	6	146	25	106
Financial Assets at Fair Value Through Other Comprehensive Income	257.522	144.719	110.011	93.571
Financial Assets Measured at Amortized Cost	434.177	243.044	121.443	170.308
<b>Total</b>	<b>691.705</b>	<b>387.909</b>	<b>231.479</b>	<b>263.985</b>

##### 1.4 Information on interest income received from associates and subsidiaries

Total interest income received from subsidiaries is TL 7.107 (30 September 2022: TL 11.059).

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### IV. Explanations and disclosures related to the statement of profit or loss (continued)

#### 2. Interest expense

##### 2.1 Information on interest on funds borrowed

	Current Period		Prior Period	
	TL	FC	TL	FC
<b>Banks</b>	--	278.884	821	2.178
The Central Bank of Turkey	--	--	--	--
Domestic Banks	--	4.607	821	1.534
Foreign Banks	--	274.277	--	644
Branches and Head Office Abroad	--	--	--	--
<b>Other Institutions</b>	--	443.678	--	254.688
<b>Total</b>	--	722.562	821	256.866

(\*)Includes fees and commission expenses on borrowings, as well.

##### 2.2 Information on interest expenses to associates and subsidiaries

Total interest expense given to subsidiaries is TL 64.640 (1 January - 30 September 2022: TL 7.417).

##### 2.3 Information on interest expenses to marketable securities

	Current Period		Prior Period	
	TL	FC	TL	FC
Interest Paid to Marketable Securities	161.844	16.146	--	159.933

##### 2.4 Information on maturity structure of interest expenses paid for deposits

Account Description	Demand Deposits	Time Deposits					Cumulative Deposits	Total
		Up to 1 Month	Up to 3 Months	Up to 6 Months	Up to 1 Year	1 Year and Over		
<b>Turkish Lira</b>								
Bank Deposits	--	322.893	--	--	--	--	--	322.893
Saving Deposits	--	1.295.489	2.941.839	144.733	19.240	2.572	--	4.403.873
Public Sector Deposits	--	--	4.093	--	--	--	--	4.093
Commercial Deposits	--	272.379	673.301	8.632	7.069	34	--	961.415
Other	--	2.314	47.370	1.679	--	--	--	51.363
7 Days Notice	--	--	--	--	--	--	--	--
<b>Total</b>	--	1.893.075	3.666.603	155.044	26.309	2.606	--	5.743.637
<b>Foreign Currency</b>								
Foreign Currency Deposits	--	8.632	102.781	1.640	6.218	7.646	--	126.917
Bank Deposits	--	16.392	--	--	--	--	--	16.392
7 Days Notice	--	--	--	--	--	--	--	--
Precious Metal Deposits	--	4.799	--	--	--	--	--	4.799
<b>Total</b>	--	29.823	102.781	1.640	6.218	7.646	--	148.108
<b>Grand Total</b>	--	1.922.898	3.769.384	156.684	32.527	10.252	--	5.891.745

### 3. Information on dividend income

There is no dividend income received from subsidiaries of the Group in the current period (30 September 2022: TL 160.000).

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### IV. Explanations and disclosures related to the statement of profit or loss (continued)

#### 4. Information on net trading income / loss

	Current Period	Prior Period
<b>Income</b>	<b>22.938.868</b>	<b>10.117.793</b>
Gains on Capital Market Operations	208.359	54.941
Gains on Derivative Financial Instruments	4.353.283	2.155.557
Foreign Exchange Gains	18.377.226	7.907.295
<b>Loss (-)</b>	<b>18.903.161</b>	<b>7.959.688</b>
Losses on Capital Market Operations	133.157	31.376
Losses on Derivative Financial Instruments	6.940.125	3.469.207
Foreign Exchange Losses	11.829.879	4.459.105
<b>Net Trading Income / ( Loss )</b>	<b>4.035.707</b>	<b>2.158.105</b>

#### 5. Information on other operating income

Other operating income mainly consists of provision reversals, profit from sale of assets, commissions on cheques and notes and costs recharged.

#### 6. Provisions for Expected Losses

	Current Period	Prior Period
<b>Expected Credit Losses</b>	<b>623.854</b>	<b>490.746</b>
12 Months Expected Credit Losses (Stage 1)	30.229	112.450
Significant Increase In Credit Risk (Stage 2)	82.308	143.576
Impaired Credits (Stage 3)	511.317	234.720
<b>Impairment Losses on Marketable Securities</b>	<b>--</b>	<b>--</b>
Financial Assets Valued at Fair Value Through Profit or Loss	--	--
Financial Assets Valued at Fair Value Through Other Comprehensive Income	--	--
<b>Impairment Losses on Associates, Subsidiaries and Joint Ventures</b>	<b>--</b>	<b>--</b>
Associates	--	--
Subsidiaries	--	--
Joint-Ventures	--	--
<b>Other (*)</b>	<b>487.812</b>	<b>468.661</b>
<b>Total</b>	<b>1.111.666</b>	<b>959.407</b>

(\*) For the period ended 30 September 2023, there is TL 2.182 litigation expense and TL 485.000 provision for possible losses (30 September 2022: TL 434.300 provision for possible losses and TL 40.377 litigation expense).

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### IV. Explanations and disclosures related to the statement of profit or loss (continued)

#### 7. Information related to other operational expenses

	Current Period	Prior Period
Provision for Employee Termination Benefits	57.898	1.792
Provision for Bank's Social Aid Fund Deficit	--	--
Impairment Losses on Tangible Assets	--	--
Depreciation Charges of Tangible Assets	34.084	19.478
Impairment Losses on Intangible Assets	--	--
Depreciation Charges of Intangible Assets	81.188	39.269
Impairment Losses on Investment Accounted for under Equity Method	--	--
Impairment of Assets to be Disposed	--	--
Depreciation of Assets to be Disposed	--	--
Impairment of Assets Held for Sale	58.983	18.899
Impairment of Assets Held for Sale	--	--
Other Operating Expenses	636.039	245.186
Operational leases expenses related with TFRS 16 exceptions	2.007	554
Repair and Maintenance Expenses	6.525	2.922
Advertisement Expenses	47.473	44.633
Other Expenses	580.034	197.077
Losses on Sale of Assets (*)	298.340	225.583
Other	434.649	233.966
<b>Total</b>	<b>1.601.181</b>	<b>784.173</b>

(\*) The portion of the Losses Arising from the Sale of Assets amounting to TL 297.420 relates to the loan sales made within the scope of asset backed securities. In 2023, a total of TL 3.580.796 of loans were sold for the purpose of issuing Asset Based Securities, Decoupled between the current and carrying values of these loans TL 297.420 difference was written as a sales loss.

(\*\*) The other line includes SDIF expenses in the amount of TL 85.975, contractual power of attorney fee expenses in the amount of TL 38.114, audit and counselling expenses in the amount of TL 54.676 and personnel bonus expenses in the amount of TL 150.000.

#### 8. Information on profit/loss before tax from continued and discontinued operations

Not prepared in compliance with the Article 25 of the communique "Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks".

#### 9. Explanations on tax provision for resumed operations and discontinued operations

Not prepared in compliance with the Article 25 of the communique "Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks".

##### 9.1 Current period taxation income or expense and deferred tax income or expense

For the period ended 30 September 2023, the Group provided current tax expense of TL 1.664.734 in the statement of profit or loss for the nine month period (1 January - 30 September 2022: TL 793.808 expense).

For the period ended 30 September 2023, the Group provided the deferred tax income of TL 480.302 in the statement of profit/loss for the nine month period (1 January - 30 September 2022: TL 265.068 net deferred tax income).

#### 10. Information on profit/loss from continued and discontinued operations

Not prepared in compliance with the Article 25 of the communique "Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks".

#### 11. Information on net profit/loss for the period

##### 11.1 The nature and amount of certain income and expense items from ordinary operations is disclosed if the disclosure for nature, amount and repetition rate of such items is required for the complete understanding of the Group's performance for the period

In the current and prior periods, the Group's income from ordinary banking transactions is interest income from loans and marketable securities and other banking service income. Main expenses are interest expense on deposits and similar borrowing items which are funding resources of loans and marketable securities.

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

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### IV. Explanations and disclosures related to the statement of profit or loss (continued)

**11.2** *Changes in estimations made by the Group with respect to the financial statements items do not have a material effect on profit/loss.*

### **11.3** *Consolidated profit in current period from minority shares*

Consolidated profit in current period from minority shares is TL 508 (1 January - 30 September 2022: TL 127).

### **12.** **If “other” lines of the statement of profit or loss exceeds 10% of the period profit/loss, information on components making up at least 20% of “other” items**

In the current period, “other” items recognised in “fees and commissions received” majorly comprised of commissions such as, valuation commissions, insurance commissions, contracted merchant commissions, credit card commissions.

In the current period, “other” items recognised in “fees and commissions paid” majorly comprised of commissions to correspondent banks, credit card commissions and commissions on issuance of securities.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### V. Explanations and disclosures on the risk group of the Parent Bank

#### I. Information on the volume of transactions with the Group's risk group, lending and deposits outstanding at period end and income and expenses in the current period

##### 1.1 The volume of transactions with the Bank's risk group

###### Current period

Bank's Risk Group (*)	Associates, Subsidiaries and Joint-Ventures		Bank's Direct and Indirect Shareholder		Other Real Persons and Legal Entities in Risk Group	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
Loans and Other Receivables **	--	--	--	--	--	--
Balance at the Beginning of the Period	267.036	483	--	--	627.604	76.715
Balance at the End of the Period	164.575	653	--	450	1.223.860	61.346
Interest and Commission Income Received	7.107	2	--	--	151.557	129

(\*) Described in article 49 of the Banking Act No: 5411.

(\*\*) Includes all transactions described as loans in article 48 of the Banking Act No: 5411.

###### Prior period

Bank's Risk Group (*)	Associates, Subsidiaries and Joint-Ventures		Bank's Direct and Indirect Shareholder		Other Real Persons and Legal Entities in Risk Group	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
Loans and Other Receivables **	--	--	--	--	--	--
Balance at the Beginning of the Period	60.114	--	--	--	465.991	67.861
Balance at the End of the Period	267.036	483	--	--	627.604	76.715
Interest and Commission Income Received	11.059	--	23	--	51.070	181

(\*) Described in article 49 of the Banking Act No: 5411.

(\*\*) Includes all transactions described as loans in article 48 of the Banking Act No: 5411.

##### 1.2 Information on deposits of the Bank's risk group

Bank's Risk Group (*)	Associates, Subsidiaries and Joint-Ventures		Bank's Direct and Indirect Shareholder		Other Real Persons and Legal Entities in Risk Group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Deposits						
Balance at the Beginning of the Period	250.214	224.366	1.249.692	2.204	1.150.446	399.459
Balance at the End of the Period	462.022	250.214	661.150	1.249.692	1.564.875	1.150.446
Deposit Interest Expense	64.640	7.417	69.339	4.213	103.765	21.602

(\*) Described in article 49 of the Banking Act No: 5411.

##### 1.3 Information on funds obtained from the Bank's risk group

As of 30 September 2023, there are funds other than deposit obtained from Bank's Risk Group TL 4.926.205 (31 December 2022: TL 2.492.998).

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### V. Explanations and disclosures on the risk group of the Parent Bank (continued)

#### 1.4 Information on forward and option agreements and similar agreements made with Bank's risk group

Bank's Risk Group (*)	Associates, Subsidiaries and Joint-Ventures		Bank's Direct and Indirect Shareholder		Other Real Persons and Legal Entities in Risk Group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Financial Assets at Fair Value Through Profit and Loss:	--	--	--	--	--	--
Balance at the Beginning of the Period	--	--	75.012	--	1.502.471	404.723
Balance at the End of the Period	--	--	150.199	75.012	2.590.155	1.502.471
Total Income/Loss	--	--	--	--	(88.354)	15.584
Transactions for Hedging Purposes:	--	--	--	--	--	--
Balance at the Beginning of the Period	--	--	--	--	--	--
Balance at the End of the Period	--	--	--	--	--	--
Total Income/Loss	--	--	--	--	--	--

(\*) As described in the Article 49 of Banking Act no.5411.

### 2. Information on transactions with the Bank's risk group

#### 2.1 Relations with entities in the risk group of / or controlled by the Bank regardless of the nature of relationship among the parties

The terms of related party transactions are equivalent to those that prevail in arm's length transactions only if such terms can be substantiated regarding the limits exposed by the Banking Act. Adopted Bank policy is that assets and liabilities will not be dominated by the risk group and the balances with the risk group will have a reasonable share in the total balance sheet.

#### 2.2 In addition to the structure of the relationship, type of transaction, amount, and share in total transaction volume, amount of significant items, and share in all items, pricing policy and other

As of 30 September 2023, the ratio of the loans and other receivables used by the entities of the Risk Group to total loans and receivables is 2,85% (31 December 2022: 2,36%) and the ratio of the deposits of entities of the Risk Group to total deposits is 4,15% (31 December 2022: 5,66%). The ratio of the funds provided from the Risk Group to the total loans received 23,14% (31 December 2022: 17,05%).

In the current period, benefits such as salaries and bonuses; provided to the key management are TL 94.210 (1 January - 30 September 2022: TL 41.788).

#### 2.3 Total of similar type of transactions together, unless a separate disclosure is required to present the effect of the transactions on financial statements

None.

#### 2.4 Transactions accounted for under equity method

None.

#### 2.5 Explanations on purchase and sale of real estate and other assets, sales and purchases of services, agency contracts, finance lease agreements, transfer of data obtained from research and development, licensing agreements, financing (including loans and cash and in-kind capital support), guarantees and promissory notes, and management contracts

None.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### VI. Explanations on the Group's domestic, foreign, off-shore branches or investments in associates and foreign representative offices

#### 1. Information related to the Group's domestic and foreign branch and representatives

	Number	Number of Employees			
Domestic Branch	40	2.031			
			Country of Incorporations		
Foreign Reprasantation Office			1-		
			2-		
			3-		
				Total Assets	Statutory Share Capital
Foreign Branch			1-		
			2-		
			3-		
Off-shore Banking Region Branches			1-		
			2-		
			3-		

#### Domestic Consolidated Subsidiaries

	Number of Employees	Assets	Legal Capital
Fiba Portföy Yönetimi A.Ş.	17	135.655	30.000

### VII. Events after balance sheet date

None.

### VIII. Other disclosures on activities of the Parent Bank

The Bank's credit ratings from the international rating agency Fitch valid as of report date:

#### Fitch Ratings

Long term FC and TL Rating	B-
Short term FC and TL Rating	B
Viability Rating	b-
Support Rating	Unrated
Long term National Scale Rating	A-(tur) / Stable
Senior Unsecured Debt Rating	CCC
Subordinated Debt Rating	Negative

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023 (Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

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### SECTION SIX

#### DISCLOSURES ON REVIEW REPORT

**I. Disclosures on reviewed report**

The consolidated financial statements of the Bank, have been reviewed by KPMG Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş. and the review report is presented before the accompanying financial statements.

**II. Disclosures and footnotes prepared by independent auditors**

None.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### SECTION SEVEN

- I. Interim Report Regarding Evaluations of the Chairman of the Board of Directors and the General Manager  
1. Brief History of Fibabanka A.Ş. and its Shareholder Structure

On 21 December 2001, Share Transfer Agreement was signed with Novabank S.A. for the sale of all shares of Sitebank A.Ş. under the control of SDIF and the sale transaction was approved by the decision of Banking Regulation and Supervision Agency No: 596 on 16 January 2002.

In the General Assembly held on 4 March 2003, the name of Sitebank A.Ş. was amended as BankEuropa Bankası A.Ş.

In the Extraordinary General Assembly held on 28 November 2006, the name of BankEuropa Bankası A.Ş. was amended as Millennium Bank A.Ş. On 10 February 2010, Banco Comercial Portugues S.A. and Credit Europe Bank N.V., which is an affiliate of Fiba Group, signed a share purchase agreement to transfer 95% of the Parent Bank's shares to Credit Europe Bank N.V. and the legal approval process has been completed as of 27 December 2010. In the Extraordinary General Assembly held on 25 April 2011 the name of Millennium Bank A.Ş. has been amended as Fibabanka A.Ş. ("the Bank").

Fiba Holding A.Ş. became the ultimate parent of the Bank after acquiring 97,6% of the shares from Credit Europe Bank N.V. on 3 December 2012 and 2,4% of the shares from Banco Comercial Portugues S.A. on 7 December 2012.

Also in 2013, capital was increased in the total amount of TL 123.350 to TL 550.000, provided from inflation adjustment difference of TL 17.415, from the profit from the sale of real estate of TL 9.502 and cash from Fiba Holding of TL 96.432 to reach TL 550.000.

On 31 March 2015, according to BOD's decision as of 5 March 2015, share capital was increased from TL 550.000 to TL 678.860 while TL 127.045 of the increase was provided by the subordinated loan granted by Fiba Holding A.Ş. which had been approved to be converted to capital and TL 1.815 of total capital was paid in cash by the other shareholders. Capital increase was recognised in financial statements following the completion of the legal procedures on 7 May 2015.

According to the Subscription Agreement signed on the date of 23 October 2015, by and between the Bank and International Finance Corporation ("IFC") and European Bank for Reconstruction and Development ("EBRD"), IFC and EBRD have separately subscribed an amount of including the share premium of TL 121.017 (TL 84.328 of said amount is the share capital; TL 36.689 is the share premium), which makes a total amount of TL 242.034 in the share capital of the Bank by way of capital increase.

The Bank's TL 847.515 paid capital was increased by TL 93.646 on 7 September 2016 all by TurkFinance B.V. to TL 941.161. In addition, TL 55.299 recorded under the equity as share premium.

With the decision taken at the Extraordinary General Assembly dated 14 April 2022, a cash capital increase was made. The paid-in capital of the bank was increased by TL 416.562 to TL 1.357.723.

As of 30 September 2023, the Bank's paid-in capital is TL 1.357.723.

**As of 30 September 2023, The Bank's Shareholder Structure:**

Ticaret Ünvanı	Sermaye Miktarı (Tam TL)	Pay Oranı (%)
Fiba Holding A.Ş.	939.778.222,12	69,22%
Turk Finance B.V.	135.093.394,05	9,95%
International Finance Corporation	84.327.750,28	6,21%
European Bank for Reconstruction and Development	121.651.601,34	8,96%
Diğer	76.871.585,46	5,66%
<b>TOPLAM</b>	<b>1.357.722.553,25</b>	<b>100,00%</b>

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

- I. Interim Report Regarding Evaluations of the Chairman of the Board of Directors and the General Manager (continued)
2. Chairman and the Members of the Board of Directors, Statutory Auditors, General Manager and Assistant General Managers, Members of the Audit , and Managers of the Departments within the scope of Internal Systems

Name (*)	Duty	Responsibility Area	Date of Appointment	Educational Status	Professional Experience
Hüsnü Mustafa Özyeğin	Chairman of the Board of Directors		27-Dec-10	Master	48 years
Fevzi Bozer	Vice Chairman of the Board of Directors		27-Dec-10	Master	40 years
İsmet Kaya Erdem	Member of the Board of Directors		11-Feb-13	Bachelor	72 years
Mehmet Güleşçi	Member of the Board of Directors		27-Dec-10	Master	39 years
Faik Onur Umut	Member of the Board of Directors		23-Jan-19	Bachelor	38 years
Seyfettin Ata Köseoğlu	Member of the Board of Directors		23-Jan-20	Master	34 years
Erman Kalkandelen	Member of the Board of Directors		02-Jul-21	Master	17 years
Ali Fuat Erbil	Member of the Board of Directors		19-Jun-23	PhD	30 years
Betül Ebru Edin	Member of the Board of Directors		25-Sep-23	Master	28 years
Ömer Mert	General Manager, Member of the Board of Directors		18-Jan-17	Master	28 years
Elif Alev Utku Özbey	Deputy General Manager	Financial Control and Financial Reporting	07-Jan-11	Master	29 years
Kerim Lokman Kuriş	Assistant General Manager	Corporate and Commercial Banking	01-Dec-15	Bachelor	25 years
Turgay Hasdiker	Assistant General Manager	Credits	01-Dec-15	Bachelor	32 years
Ahu Dolu	Assistant General Manager	Financial Institutions, Project Finance and Investor Relations	01-Dec-15	Bachelor	26 years
Gerçek Önal	Assistant General Manager	Chief Legal Officer	01-Feb-16	Master	23 years
İbrahim Toprak	Assistant General Manager	Treasury	01-Apr-20	Master	21 years
Serdar Yılmaz	Assistant General Manager	Information Technologies & Banking Operations	01-Sep-20	Master	28 years
Gökhan Ertürk	Assistant General Manager	Ecosystem and Platform Banking	11-May-21	Master	27 years
Ahmet Cemil Borucu	Director	Board of Inspection	07-Feb-11	PhD	25 years
Ayşe Tulgar Ayça	Director	Risk Management	15-Mar-11	Master	24 years
Serdal Yıldırım	Director	Legislation and Compliance	06-Apr-11	Master	26 years
Birol Özen	Director	Internal Control	10-Jan-22	Bachelor	18 years

(\*) Hülya Kefeli and Memduh Aslan Akçay have left their duties as of 31 March 2023 and 30 April 2023, respectively.

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

- I. Interim Report Regarding Evaluations of the Chairman of the Board of Directors and the General Manager (continued)
3. Brief Financial Information Relating to Results of Activities During the Period

Summary of Consolidated Balance Sheet		
(Thousand TL)	30-09-2023	31-12-2022
Cash and Cash Equivalents	28.274.269	19.132.007
Financial Assets Valued at Fair Value Through Profit or Loss	562.845	399.413
Financial Assets Valued at Fair Value Through Other Comprehensive Income	8.600.313	5.140.910
Derivative Financial Assets	1.817.727	1.109.667
Financial Assets Measured at Amortized Cost (Net)	58.650.593	45.494.932
Assets Held for Sale (Net)	10.912	24.609
Investments in Associates, Subsidiaries and Joint Ventures	1.082.564	961.996
Tangible Assets (Net)	852.964	692.513
Intangible Assets (Net)	524.732	243.652
Current Tax Assets	--	500
Deffered Tax Assets	765.560	384.664
Other Assets	747.784	496.763
<b>Total Assets</b>	<b>101.890.263</b>	<b>74.081.626</b>
Deposits	64.836.534	46.858.826
Funds Borrowed	4.261.931	3.179.212
Money Market Funds	8.646.487	3.469.865
Securities Issued (Net)	--	4.810.878
Derivative Financial Liabilities	1.288.626	561.940
Lease Liabilities (Net)	230.902	141.607
Provisions	2.168.312	1.624.484
Current Tax Liabilities	1.246.649	404.817
Deffered Tax Liabilities	--	--
Subordinated Debts	6.518.949	4.543.945
Other Liabilities	2.654.928	1.904.380
Shareholders' Equity	10.036.945	6.581.672
<b>Total Liabilities</b>	<b>101.890.263</b>	<b>74.081.626</b>

Summary of Consolidated Statement of Profit or Loss		
(Thousand TL)	30-09-2023	30-09-2022
Net Interest Income / Expense	(81.569)	1.485.823
Net Fees and Commission Income	2.720.914	334.715
Dividend Income	--	160.000
Trading Income/ Loss (Net)	4.035.707	2.158.105
Other Operating Revenues	1.792.292	667.219
<b>Total Operating Income</b>	<b>8.467.344</b>	<b>4.805.862</b>
Expected Credit Losses (-)	623.854	490.746
Other Provision Expenses (-)	487.812	468.661
Personnel Expenses (-)	1.336.947	543.318
Other Operating Expenses (-)	1.601.181	784.173
<b>Net Operating Income / Loss</b>	<b>4.417.550</b>	<b>2.518.964</b>
Equity Method Application Profit/Loss from Partnerships	106.890	--
<b>Profit/Loss on Continuing Operations Before Tax</b>	<b>4.524.440</b>	<b>2.518.964</b>
Tax Provision for Continuing Operations	(1.184.432)	(528.740)
<b>Net Period Profit / Loss</b>	<b>3.340.008</b>	<b>1.990.224</b>

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

- I. **Interim Report Regarding Evaluations of the Chairman of the Board of Directors and the General Manager (continued)**
4. **Evaluations of the Chairman of the Board of Directors and the General Manager Regarding the Interim Period**

We experienced the great earthquake disaster centered on Kahramanmaraş on 6 February 2023. Tens of thousands of our citizens lost their lives and hundreds of thousands of our citizens were injured in this sad disaster affecting 10 provinces of our country. Immediately after this disaster, which is one of the biggest natural disasters in the history of our republic, we made studies on the needs of the earthquake region as of February 2023 without interruption. In order to restore our regions damaged in the earthquake and to support our citizens to rebuild their lives during the earthquake, we have decided to allocate a fund of TL 100 million in the first place. We continue to work with all our might, believing that we will overcome all difficulties together.

Since March 2020, Fibabanka has performed Net Promoter Score (NPS) measurements for its digital channel customers. This effort has allowed us to strengthen the bond between the Bank and our customers. Thanks to the simultaneous experience measurements, we quickly achieved results in terms of further boosting customer satisfaction.

Since day one, Fibabanka has conducted its business operations in light of its “big data” focused digital transformation journey. Thanks to our advanced technology and big data focused investments, the Bank broadened its customer base and provided even better customer service in 2020. As a result of this;

Fibabanka continued to support Turkish people and economy during this period.

As of 30 September 2023, Fibabanka net loans portfolio is TL 48,8 billion.

The Bank has funded its loan portfolio mainly by customer deposits also in 2023. In this period, customer deposits amounting to TL 56,5 billion constitutes 56% of total liabilities.

Also in 2023, by taking care of asset quality, it is aimed to continue having an efficient loan portfolio and higher non-interest income together with higher number of customers. In addition, by keeping the operating expenses under control, the Bank's profit has been achieved a steady growth. As a result the Bank's net profit in the first nine month of 2023 is TL 3,2 billion as per consolidated financial statements and TL 3,3 million as per consolidated financial statements. As an indicator of Bank's strong capital structure, consolidated capital adequacy ratio is 20,92%, consolidated capital adequacy ratio is 21,14% as of 30 September 2023.

Besides its financial targets, the Group, with 40 branches and 2.031 employees, has also non-financial targets like digitalization and inclusion aiming to offer increasingly new innovations through its alternative distribution channels like internet and mobile banking.

In 2023, the Bank will continue its agile, efficient and customer focused growth by keeping its prudent and deliberate attitude against asset quality. In this sense, with the motto “agile thinking, agile solutions” and a personal attention to the customers, our main goals for the future are to increase our service quality by keeping our innovating and enterprising approach in all areas and to increase customer loyalty by being by side in all needs of our customers.

On this journey we went out with the vision of “Being the most loved Bank of Turkey”, we would like to thank our valued employees who work with dedication in our Bank and are the main architect of our business also in 2023, our valued partners, and our valued customers who have contributed to the strength of our Bank.

Best regards,

Hüsnü Mustafa Özyeğin  
Chairman of the Board of Directors

Ömer Mert  
General Manager and Member of the Board of Directors

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 SEPTEMBER 2023

(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

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### I. Interim Report Regarding Evaluations of the Chairman of the Board of Directors and the General Manager (continued)

#### 5. Evaluations Relating to the Bank's Financial Situation

As of 30 September 2023, the Group serves with 40 domestic branches and 2.031 employees.

Total assets of Fibabanka, as of the third quarter of 2023 realised as TL 101.890.263 on consolidated basis.

According to consolidated financial statements, the loan volume, which was TL 38.428.958 at the end of 2022, has been realised as TL 48.799.714 as of the third quarter of the year. Share of the loans in total assets has been realised as 48%.

Credit worthiness of loans and other receivables are monitored continuously in accordance with related laws and regulations. For new credits disbursed, the Bank complies with the limits determined under the Banking Laws and Regulations. Collaterals are taken for the loans disbursed in order to mitigate risk. According to consolidated financial statements, as of the third quarter of 2023, NPLs have been realised as TL 544.524 and provisions related to NPLs set aside in the amount of TL 430.902.

According to consolidated financial statements, financial assets measured at fair value through profit or loss have been realised as TL 562.845, financial assets measured at fair value through other comprehensive income have been realised as TL 8.600.313 and financial assets measured at amortized cost have been realised as TL 9.852.496. Ratio of total securities portfolio to total assets is 19%.

As of 30 September 2023, the consolidated deposit volume has been realised as TL 64.836.534.

According to the consolidated financial statements, net profit is TL 3.339.500 in the first nine month period of 2023.

As of 30 September 2023, the Bank's consolidated capital adequacy ratio is 21,14%.